



**Metro**

Metropolitan Transportation Authority

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**August 18, 2004**

**TO: MTA BOARD OF DIRECTORS**

**THROUGH: ROGER SNOBLE**  
**CHIEF EXECUTIVE OFFICER**

**FROM: TERRY MATSUMOTO**  
**EXECUTIVE OFFICER, FINANCE AND TREASURER**

**SUBJECT: INVESTMENT TRANSACTIONS DURING THE MONTH**  
**ENDED JULY 31, 2004**

**ISSUE**

The attached investment transactions reports are provided in accordance with the MTA Investment Policy approved January 22, 2004, and the California Government Code.

**DISCUSSION**

During the month, investment purchases totaled \$380.7 million, and investment sales totaled \$7.6 million, including interest. In addition, there was one call option for \$2.0 million exercised in the portfolio. The MTA's short and intermediate investment portfolios, valued at market plus accrued income, totaled \$775.5 million as of July 31, 2004 versus \$822.2 million as of June 30, 2004.

**NEXT STEPS**

The next update will report investment transactions for the month ended August 31, 2004.

Attachment I: Purchase Detail Report  
Attachment II: Sales Detail Report  
Attachment III: Call Detail Report

Prepared by: Donna R. Mills, Assistant Treasurer  
Marshall Liu, Sr. Financial Analyst

**ATTACHMENT I**  
**LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY**  
**PURCHASE DETAIL REPORT**  
**07/01/04 TO 07/31/04**

Settle Date	CUSIP	Description	Face Rate	Maturity Date	Par Value	Cost Basis	Interest	Broker	Yield
07/01/2004	90262CG27	UBS FIN (DEL) DISC C/P	0.00	07/02/2004	9,000,000.00	8,999,660.00	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.36
07/02/2004	313384ZA0	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/06/2004	13,000,000.00	12,998,266.67	0.00	LEHMAN-LBI	1.20
07/02/2004	17307JGF3	CITIGROUP GLBL MKT HLDG INC CP	0.00	07/15/2004	11,000,000.00	10,994,915.56	0.00	CITIGROUP GLOBAL MARKETS INC	1.28
07/02/2004	313384ZH5	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/13/2004	5,000,000.00	4,998,151.39	0.00	BANC AMERICA SECUR LLC	1.21
07/06/2004	313384ZB8	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/07/2004	25,000,000.00	24,999,222.22	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.12
07/06/2004	36960LGC3	GENERAL ELEC CO DISC C/P	0.00	07/12/2004	10,000,000.00	9,998,000.00	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.20
07/07/2004	313384ZC6	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/08/2004	10,000,000.00	9,999,683.33	0.00	BANC AMERICA SECUR LLC	1.14
07/07/2004	313384ZZ5	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/29/2004	7,000,000.00	6,994,866.67	0.00	LEHMAN-LBI	1.20
07/07/2004	313384A25	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/30/2004	7,000,000.00	6,994,633.33	0.00	LEHMAN-LBI	1.20
07/08/2004	313396A60	FEDERAL HOME LN MTG CORP DISC NTS	0.00	08/03/2004	9,500,000.00	9,491,629.44	0.00	LEHMAN-LBI	1.22
07/08/2004	313396A60	FEDERAL HOME LN MTG CORP DISC NTS	0.00	08/03/2004	2,500,000.00	2,497,779.17	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.23
07/09/2004	313384ZG7	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/12/2004	8,000,000.00	7,999,246.67	0.00	UBS FINANCIAL SERVICES INC	1.13
07/09/2004	313384B40	FEDERAL HOME LOAN BANK DISCOUNT	0.00	08/09/2004	8,000,000.00	7,991,733.33	0.00	LEHMAN-LBI	1.20
07/12/2004	313384ZH5	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/13/2004	10,000,000.00	9,999,688.89	0.00	BK OF AMERICA NA	1.12
07/12/2004	313396B51	FEDERAL HOME LN MTG CORP DISC NTS	0.00	08/10/2004	7,000,000.00	6,993,120.56	0.00	LEHMAN-LBI	1.22
07/13/2004	313588B79	FEDERAL NATL MTGE ASSN DISCOUNT NT	0.00	08/12/2004	8,000,000.00	7,992,066.67	0.00	LEHMAN-LBI	1.19
07/13/2004	313384ZJ1	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/14/2004	7,000,000.00	6,999,784.17	0.00	BANC AMERICA SECUR LLC	1.11
07/14/2004	313384ZK8	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/15/2004	12,000,000.00	11,999,620.00	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.14
07/15/2004	313396ZL0	FEDERAL HOME LN MTG CORP DISC NTS	0.00	07/16/2004	13,000,000.00	12,999,559.44	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.22
07/15/2004	35956THG4	FUJI PHOTO FILM FIN CPDS	0.00	08/16/2004	5,000,000.00	4,994,222.22	0.00	BANC AMERICA SECUR LLC	1.30
07/15/2004	912828BZ2	UNITED STATES TREAS NTS	3.00	02/15/2009	1,600,000.00	1,560,937.50	19,912.09	BEAR STEARNS & CO	3.58
07/16/2004	10060JGK4	BOSTON EDISON CO CPDS	0.00	07/19/2004	9,000,000.00	8,999,077.50	0.00	CITIGROUP GLOBAL MARKETS INC	1.23
07/16/2004	3133X14N4	FEDERAL HOME LN BKS	2.88	09/15/2006	3,700,000.00	3,693,639.70	35,753.82	CITIGROUP GLOBAL MARKETS INC	2.96
07/19/2004	90262CGL5	UBS FIN (DEL) DISC C/P	0.00	07/20/2004	10,000,000.00	9,999,652.78	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.25
07/19/2004	3134A4UB8	FEDERAL HOME LN MTG CORP	2.75	08/15/2006	1,000,000.00	998,790.00	11,763.89	PERSHING & COMPANY	2.81
07/19/2004	3133MXFT1	FEDERAL HOME LN BKS	2.75	03/14/2008	1,000,000.00	974,336.00	9,548.61	CITIGROUP GLOBAL MARKETS INC	3.50
07/20/2004	313384ZR3	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/21/2004	10,000,000.00	9,999,683.33	0.00	BK OF AMERICA NA	1.14
07/20/2004	313588C45	FEDERAL NATL MTGE ASSN DISCOUNT NT	0.00	08/17/2004	10,000,000.00	9,990,433.33	0.00	LEHMAN-LBI	1.23
07/20/2004	364725AB7	GANNETT CO INC	5.50	04/01/2007	3,000,000.00	3,162,810.00	49,958.34	WACHOVIA SECS CAPITAL MARKET	3.33
07/21/2004	313384ZS1	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/22/2004	23,000,000.00	22,999,258.89	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.16
07/21/2004	45920DHP1	INTERNATIONAL BUS MACH CORP CP	0.00	08/23/2004	5,000,000.00	4,994,041.67	0.00	BANC AMERICA SECUR LLC	1.30
07/22/2004	313588C45	FEDERAL NATL MTGE ASSN DISCOUNT NT	0.00	08/17/2004	14,000,000.00	13,987,260.00	0.00	LEHMAN-LBI	1.26
07/22/2004	313384ZT9	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/23/2004	12,000,000.00	11,999,610.00	0.00	CITIGROUP GLOBAL MARKETS INC	1.17
07/22/2004	313588C52	FEDERAL NATL MTGE ASSN DISCOUNT NT	0.00	08/18/2004	10,000,000.00	9,990,550.00	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.26
07/22/2004	69372AKC5	PACCAR FIN CORP DISC C/P C	0.00	10/12/2004	10,000,000.00	9,965,833.33	0.00	CITIGROUP GLOBAL MARKETS INC	1.51
07/22/2004	06422RJD0	BANK OF AMER N A DISC B/A	0.00	09/13/2004	7,000,000.00	6,985,984.44	0.00	BANK OF NY CUST CLEARANCE	1.36
07/22/2004	45974MJ82	INTERNATIONAL LEASE FIN C/P CP	0.00	09/08/2004	5,000,000.00	4,990,800.00	0.00	BANC AMERICA SECUR LLC	1.38
07/22/2004	36959HJE8	GENERAL ELEC CAP CORP DISC C/P	0.00	09/14/2004	5,000,000.00	4,989,500.00	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.40
07/22/2004	02665JJM3	AMERICAN HONDA FIN CORP CPDS	0.00	09/21/2004	5,000,000.00	4,988,138.89	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.40
07/22/2004	06422RLQ8	BANK OF AMER N A DISC B/A	0.00	11/24/2004	4,000,000.00	3,977,361.11	0.00	BANK OF NY CUST CLEARANCE	1.64
07/22/2004	02665JJD3	AMERICAN HONDA FIN CORP CPDS	0.00	09/13/2004	3,000,000.00	2,993,772.50	0.00	BANC AMERICA SECUR LLC	1.41
07/23/2004	313384ZW2	FEDERAL HOME LOAN BANK DISCOUNT	0.00	07/26/2004	12,000,000.00	11,998,830.00	0.00	LEHMAN-LBI	1.17
07/27/2004	90262CGU5	UBS FIN (DEL) DISC C/P	0.00	07/28/2004	3,600,000.00	3,599,874.00	0.00	MERRILL LYNCH GOVT SECS/M.MKTS	1.26
07/28/2004	17307JGV8	CITIGROUP GLBL MKT HLDG INC CP	0.00	07/29/2004	8,600,000.00	8,599,699.00	0.00	CITIGROUP GLOBAL MARKETS INC	1.26
07/29/2004	17307JGW6	CITIGROUP GLBL MKT HLDG INC CPDS	0.00	07/30/2004	7,600,000.00	7,599,725.56	0.00	CITIGROUP GLOBAL MARKETS INC	1.30

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**LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY**  
**PURCHASE DETAIL REPORT**  
**07/01/04 TO 07/31/04**

Settle Date	CUSIP	Description	Face Rate	Maturity Date	Par Value	Cost Basis	Interest	Broker	Yield
07/30/2004	313588A54	FEDERAL NATL MTGE ASSN DISCOUNT NT	0.00	08/02/2004	8,600,000.00	8,599,082.67	0.00	UBS FINANCIAL SERVICES INC	1.28
07/30/2004	3134A4UB8	FEDERAL HOME LN MTG CORP	2.75	08/15/2006	1,000,000.00	994,766.00	12,604.17	SMITH BARNEY HARRIS UPHAMD	3.02
<b>\$ 380,700,000.00</b>						<b>\$ 380,569,297.93</b>	<b>\$ 139,540.92</b>		

**ATTACHMENT II  
LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY  
SALES DETAIL REPORT  
07/01/04 TO 07/31/04**

Settle Date	CUSIP	Description	Face Rate	Maturity Date	Par Value	Cost Basis	Interest	Gain / (Loss)
07/15/2004	01F052672	FNMA TBA 30YR 5.50% JUL	0.00	12/24/2011	3,000,000.00	3,004,101.56	0.00	53,789.06
07/15/2004	31388EF92	FEDERAL NAT'L MTGE ASSN POOL # 602392	7.50	08/23/2007	750,774.00	131,694.81	358.56	4,878.98
07/19/2004	31359MSE4	FEDERAL NATL MTG ASSN	1.75	06/16/2006	1,200,000.00	1,177,284.00	1,925.00	(20,172.00)
07/20/2004	74143WAA0	PRICE COSTCO INC	7.13	06/15/2005	3,050,000.00	3,182,004.00	21,127.60	(164,395.00)
07/22/2004	36200T2N7	GOV'T NAT'L MTGE ASSN POOL # 572381	6.50	01/05/2008	227,714.00	31,685.36	114.86	66.27
07/22/2004	36213EHG4	GOV'T NAT'L MTGE ASSN POOL # 552031	6.50	01/05/2008	117,093.00	33,300.00	120.72	69.65
					<b>\$ 8,345,581.00</b>	<b>\$ 7,560,069.73</b>	<b>\$ 23,646.74</b>	<b>\$ (125,763.04)</b>

ATTACHMENT III  
LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY  
CALL DETAIL REPORT  
07/01/04 TO 07/31/04

Settle Date	CUSIP	Description	Face Rate	Maturity Date	Par Value	Cost Basis	Interest	Gain / (Loss)
7/30/2004	312925ZV5	FEDERAL HOME LN MTG CORP M/T/N	5.00	7/30/2009	2,000,000.00	2,006,600.00	37,777.08	(6,600.00)