

FINANCIAL STATEMENTS, MANAGEMENT'S
DISCUSSION AND ANALYSIS AND
SUPPLEMENTAL SCHEDULE

Division of Investment
Department of the Treasury
State of New Jersey
Cash Management Fund
June 30, 2009 and 2008
(With Independent Auditors' Report Thereon)

Division of Investment
Department of the Treasury
State of New Jersey

Cash Management Fund

June 30, 2009 and 2008

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Independent Auditors' Report

The Members
State Investment Council,
Division of Investment,
Department of the Treasury,
State of New Jersey

We have audited the accompanying statements of net assets of the State of New Jersey Cash Management Fund (the Fund) managed by the Division of Investment (the Division), Department of the Treasury, State of New Jersey, as of June 30, 2009 and 2008, and the related statements of changes in net assets for the years then ended. These financial statements are the responsibility of the Division's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. We were not engaged to perform an audit of the Division's internal control over financial reporting of the Fund. Our audits included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Division's internal control over financial reporting of the Fund. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As discussed in note 1, the financial statements present only the Fund and do not purport to, and do not, present fairly the financial position of the State of New Jersey as of June 30, 2009 and 2008 and the changes in its financial position for the years then ended in conformity with U.S. generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the State of New Jersey Cash Management Fund managed by the Division of Investment, Department of the Treasury, State of New Jersey, as of June 30, 2009 and 2008, and the changes in its financial position for the years then ended in conformity with U.S. generally accepted accounting principles.

The management's discussion and analysis on pages 3 through 5 is not a required part of the basic financial statements but is supplementary information required by U.S. generally accepted accounting principles. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in the schedule of Portfolio of Investments is presented for purposes of additional analysis and is not a required part of the basic financial statements as of and for the year ended June 30, 2009. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Ernst + Young LLP

January 21, 2010

Division of Investment
Department of the Treasury
State of New Jersey
Cash Management Fund

Management's Discussion and Analysis
(Unaudited)

June 30, 2009 and 2008

Introduction

This section of the financial statements of The State of New Jersey Cash Management Fund (the Fund) presents our discussion and analysis of the Fund's financial position as of June 30, 2009 and 2008. Since this discussion and analysis is designed to focus on current activities, it should be read in conjunction with the Fund's basic financial statements, which follow this section.

Financial Statements

The Fund's basic financial statements include statements of net assets and statements of changes in net assets, which have been presented in accordance with accounting principles generally accepted in the U.S. as applicable to governmental entities.

The statements of net assets provide information on the financial position of the Fund at year-end. The statements of changes in net assets present the results of investment activities during the fiscal year. The notes to the financial statements offer additional discussion that is essential to the full understanding of the data presented in the financial statements. The notes give more detail about accounting policies, significant account balances and activities, material risks, obligations, contingencies and subsequent events, if any. The financial statements and related notes are prepared in accordance with Governmental Accounting Standards Board principles as applicable to governmental entities.

Statements of Net Assets

The statements of net assets present the assets, liabilities and net assets (assets minus liabilities) of the Fund as of the end of the fiscal year and are point in time financial statements.

The statements of net assets are comprised of the following major components:

<i>(in millions)</i>	June 30		
	2009	2008	2007
Assets:			
Investments, at fair value	\$ 14,538	\$ 18,793	\$ 19,846
Interest receivable	26	23	80
Total assets	<u>14,564</u>	<u>18,816</u>	<u>19,926</u>
Liabilities:			
Accrued expenses	1	1	1
Net assets	<u>\$ 14,563</u>	<u>\$ 18,815</u>	<u>\$ 19,925</u>

Statements of Changes in Net Assets

Changes in net assets from year to year are presented in the statement of changes in net assets. The purpose of this statement is to present the net investment income earned by the Fund as well as the contributions of and distributions to participants. A summary follows:

<i>(in millions)</i>	Year ended June 30		
	2009	2008	2007
Net investment income and realized gains	\$ 225	\$ 766	\$ 915
Administrative expenses and reserve fund fees	(7)	(7)	(6)
Net earnings distributed to participants	(218)	(759)	(910)
(Decrease) increase in net assets from unit transactions	<u>(4,252)</u>	<u>(1,110)</u>	<u>2,471</u>
(Decrease) increase in net assets	(4,252)	(1,110)	2,470
Net assets, beginning of year	18,815	19,925	17,455
Net assets, end of year	<u>\$ 14,563</u>	<u>\$ 18,815</u>	<u>\$ 19,925</u>

During the fiscal year ended June 30, 2009, net assets decreased by \$4.3 billion, or 22.6%, primarily due to net participant withdrawals. Net investment income of \$225 million was comprised primarily of \$139 million of interest income and net realized gains, plus an increase of \$85.3 million due to the net appreciation in the fair value of investments. This appreciation occurs because certain forms of money market investments are sold at a discount in lieu of having a stated interest rate; the difference between the purchase price and the amount received at maturity is essentially equivalent to interest earnings on the investment. These gains were offset by an increase in the net participant's withdrawals. The average daily rate of return was 1.55% for State participants and 1.40% for Other-than-State participants. These returns are lower than those returned in the fiscal year June 30, 2008, due to lower short term market rates available in the marketplace resulting from the Federal Reserve's continued easing of short term rates.

During the fiscal year ended June 30, 2008, net assets decreased by \$1.1 billion, or 5.6%, primarily due to net participant withdrawals. Net investment income of \$766 million was comprised primarily of \$433 million of interest income and net realized gains, plus an increase of in the fair value of the underlying portfolio (net appreciation in the fair value of investments) of \$332 million. These gains were offset by the increase in participant's withdrawals. The average daily rate of return was 4.11% for State participants and 3.97% for Other-than-State participants. These returns are lower than those returned in the fiscal year June 30, 2007, due to lower short term market rates available in the marketplace resulting from the Federal Reserve's easing of short term rates.

During the fiscal year ended June 30, 2007, net assets increased by \$2.5 billion, or 14.2%, primarily due to net participant deposits. Net investment income of \$915 million was comprised of \$444 million of interest income and an increase in the fair value of the underlying portfolio (net appreciation in the fair value of investments) of \$471 million. The average daily rate of return of 5.25% for State participants and 5.14% for Other-than-State participants was reflective of short-term rates available in the marketplace during this period.

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 Cash Management Fund

Statements of Net Assets

June 30, 2009 and 2008

	2009	2008
Assets:		
Cash	\$ 788	\$ 439
Interest receivable	26,291,329	22,727,072
Investments, at fair value	14,537,472,586	18,792,952,319
Total assets	14,563,764,703	18,815,679,830
Liabilities:		
Accrued expenses	447,079	478,628
Undistributed participants income	—	161,107
Total liabilities	447,079	639,735
Net assets	\$ 14,563,317,624	\$ 18,815,040,095

See accompanying notes to financial statements.

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Statements of Changes in Net Assets

Years ended June 30, 2009 and 2008

	2009	2008
Additions:		
Net investment income:		
Interest and net realized gains	\$ 139,199,689	\$ 433,344,669
Net appreciation in fair value of investments	85,288,738	332,619,662
Net investment income	224,488,427	765,964,331
Deductions:		
Administrative expenses and reserve fund fees	6,633,945	7,275,377
Net earnings distributed to participants	217,948,670	758,297,856
Total deductions	224,582,615	765,573,233
Unit transactions:		
State participants:		
Deposits	42,126,066,825	45,087,937,766
Reinvestment of distributions	158,959,890	558,700,599
Cost of units redeemed	(46,098,629,581)	(47,673,542,518)
	(3,813,602,866)	(2,026,904,153)
Other-than-State participants:		
Deposits	10,579,226,061	12,437,222,814
Reinvestment of distributions	65,654,274	206,801,750
Cost of units redeemed	(11,082,905,752)	(11,727,558,629)
	(438,025,417)	916,465,935
Decrease in net assets resulting from unit transactions	(4,251,628,283)	(1,110,438,218)
Decrease in net assets	(4,251,722,471)	(1,110,047,120)
Net assets as of beginning of year	18,815,040,095	19,925,087,215
Net assets as of end of year	\$ 14,563,317,624	\$ 18,815,040,095

See accompanying notes to financial statements.

Division of Investment
Department of the Treasury
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Cash Management Fund

Notes to Financial Statements

June 30, 2009 and 2008

1. Organization

The Division of Investment, Department of the Treasury, State of New Jersey (the Division) manages and invests certain assets of various funds, divisions, agencies and employees of the State of New Jersey in various groups of funds, such as the Cash Management Fund and the Pension Fund. The accompanying financial statements represent the State of New Jersey Cash Management Fund (the Fund) which is available on a voluntary basis for investment by State and certain “Other-than-State” participants. “Other-than-State” participants include counties, municipalities and school districts, and the agencies or authorities created by any of these entities. The Fund is considered to be an investment trust fund as defined in Governmental Accounting Standards Board (GASB) Statement No. 34. The operations of this Fund are governed by the provisions of State Investment Council Regulations for the purpose of determining authorized investments for the Fund.

The Fund is not a legally separate entity within the State of New Jersey. The assets managed by the Division are included in the financial statements of the State.

The accompanying financial statements present only the Fund and do not purport to, and do not present fairly the financial position of the State of New Jersey as of June 30, 2009 and 2008, and the changes in its financial position for the years then ended in conformity with accounting principles generally accepted in the United States.

2. Summary of Significant Accounting Policies

Measurement Focus and Basis of Accounting

The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under this method, revenues (additions) are recorded when earned and expenses (deductions) are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place.

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Notes to Financial Statements (continued)

2. Summary of Significant Accounting Policies (continued)

Valuation of Investments

Investments are reported at fair value as follows:

- Money Market Instruments (including short-term U.S. Government and Agency obligations) – amortized cost which approximates fair value.
- Other U.S. Government and Agency and Corporate obligations – prices quoted by a major dealer in such securities.

Investment Transactions

Investment transactions are accounted for on a trade date basis. Gains and losses from investment transactions are determined by the first in, first out method. Interest income is recorded on the accrual basis.

Administrative Expenses

Expenses of the Fund are paid by the Department of the Treasury of the State of New Jersey and are partially offset by the administrative expense fees collected from the “Other-than-State” participants (see note 7). No operating expenses are allocated to the Fund.

Reclassifications

Certain reclassifications have been made to prior year balances in order to conform to the current year presentation.

3. Investments

New Jersey state statute provides for a State Investment Council (Council) and a Director. Investment authority is vested in the Director of the Division and the role of the Council is to formulate investment policies. The Council issues regulations which establish guidelines for

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Notes to Financial Statements (continued)

3. Investments (continued)

permissible investments which include obligations of the U.S. Treasury, government agencies and corporations. Such investments may be in the form of fixed income securities, commercial paper, certificates of deposit, repurchase agreements, bankers acceptances and money market funds.

The Fund's investments as of June 30 are as follows:

	<u>2009</u>	<u>2008</u>
U.S. Government and Agency obligations	\$ 10,941,393,546	\$ 7,084,931,535
Certificates of deposit	1,280,000,000	8,115,490,000
Commercial paper	1,736,601,807	3,444,981,697
Corporate obligations	203,990,626	147,549,087
Canadian government/province obligations	375,486,607	—
	<u>\$ 14,537,472,586</u>	<u>\$ 18,792,952,319</u>

The Fund's investments are subject to various risks. Among these risks are custodial credit risk, credit risk, concentration of credit risk and interest rate risk. Each one of these risks is discussed in more detail below.

Custodial credit risk, as it relates to investments, is the risk that in the event of the failure of the custodian, the Fund will not be able to recover the value of investments that are in the possession of the third party. The Fund's investment securities are not exposed to custodial credit risk as they are held in segregated trust accounts in the name of the Fund with the custodian.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The credit risk of a debt instrument is measured by nationally recognized statistical rating agencies such as Moody's Investors Service, Inc. (Moody's), Standard & Poor's Corporation (S&P) and Fitch Ratings (Fitch). Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. There are no restrictions on the amount that can be invested in U.S. Treasury and government agency obligations. Council regulations require minimum credit ratings for all other categories of fixed income obligations and limit the amount that can be invested in any one issuer or issue.

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Notes to Financial Statements (continued)

3. Investments (continued)

<u>Category</u>	<u>Minimum rating (1)</u>			<u>Limitation of issuer's outstanding debt</u>	<u>Limitation of issue</u>	<u>Other limitations</u>
	<u>Moody's</u>	<u>S&P</u>	<u>Fitch</u>			
Corporate obligations	Baa3	BBB-	BBB-	10%	25%	Not more than 5% of fund can be invested in one corporation
Commercial paper	P-1	A-1	F1	N/A	N/A	None
Certificates of deposit and banker's acceptances						Certificates of deposit and banker's acceptances cannot exceed 10% of issuer's primary capital
Domestic	A3/P-1	A-/A-1	A-/F1			
International	Aa3/P-1	AA-/A-1	AA-/F1	N/A	N/A	
Collateralized notes and mortgages	Baa3	BBB-	BBB-	N/A	25%	Not more than 5% of fund can be invested in one issue; Not more than 10% of fund can be invested in this security
Canadian government/province obligations	Aa3	AA-	AA-	25%	Greater of 25% or \$10 million	Must be denominated in U.S. dollars; Not more than 1% of fund can be invested in one issuer
Money market funds	N/A	N/A	N/A	N/A	N/A	Not more than 10% of fund assets can be invested in money market funds; limited to 5% of shares or units outstanding

(1) Short-term ratings (e.g. P-1, A-1, F1) are used for commercial paper and certificates of deposit.

N/A – Not applicable

In addition, the Division sets individual issuer limits for commercial paper, certificates of deposit and other investments.

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Notes to Financial Statements (continued)

3. Investments (continued)

For securities exposed to credit risk in the fixed income portfolio, the following tables disclose aggregate market value, by major credit quality rating category:

June 30, 2009 (000's)	(000's)			
	Moody's rating (1)			
	Aaa	Aa	A	P1
U.S. Treasury bills	\$ 8,984,905	\$ —	\$ —	\$ —
U.S. Treasury notes	1,914,209	—	—	—
Federal Home Loan Mortgage Corp.(2)	15,000	—	—	—
Federal National Mortgage Assoc.(2)	27,280	—	—	—
Commercial paper	—	—	—	1,736,601
Canadian government/province obligations	—	50,676	—	324,811
Certificates of deposit	—	—	—	1,280,000
Corporate Obligations	—	60,091	143,900	—
	<u>\$ 10,941,394</u>	<u>\$ 110,767</u>	<u>\$ 143,900</u>	<u>\$ 3,341,412</u>

- (1) Short-term ratings (e.g. P-1, A-1, F1) are used for commercial paper and certificates of deposit.
(2) These securities are not individually rated. The U.S. government sponsored enterprises which issue and guarantee these securities have issuer ratings of Aaa by Moody's.

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Notes to Financial Statements (continued)

3. Investments (continued)

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Council regulations provide that the maturities of corporate obligations must be twenty-five months or less. Certificates of deposits and bankers acceptances are limited to a term of one year or less. Commercial paper maturities cannot exceed 270 days. The maturity of repurchase agreements cannot exceed 30 days.

All investments held in the portfolio at June 30, 2009 mature within one year, except for certain assets with a market value of \$298 million which will mature within two years.

4. Liabilities

Liabilities as of June 30, 2009 and 2008 are comprised of the following:

	2009	2008
Administrative expenses	\$ 221,336	\$ 254,672
Reserve fund fee	225,743	223,956
Undistributed participants income	—	161,107
	\$ 447,079	\$ 639,735

5. Units Outstanding

In accordance with State Investment Council Regulations, units of ownership in the Fund may be purchased or redeemed on any business day (excluding State holidays) at the unit cost or value of \$1.00. Investment income and net realized gains and losses on investments are distributed daily in the form of additional whole units at the current day's net asset value. Fractional units are included in the succeeding day's distribution.

The Fund values participants' shares on an amortized cost basis. Specifically, the Fund distributes income to participants on a daily basis based on (1) realized investment gains and

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Notes to Financial Statements (continued)

5. Units Outstanding (continued)

losses calculated on an amortized cost basis (and added to the Reserve Fund for the pro-rata portion of such gains attributable to “Other-than-State” participants), (2) interest income based on stated rates, (3) amortization of discounts and premiums on a straight-line basis and (4) administrative and reserve fund fees charged only to “Other-than-State” participants.

As of June 30, 2009 and 2008, there were 14,563,319,447 and 18,814,947,732 units outstanding at a fair value per unit of \$.9999998748 and \$1.000004909, respectively.

6. Net Assets

Net assets as of June 30, 2009 and 2008 consist of the following:

	2009	2008
State participants	\$ 9,822,065,806	\$ 13,635,668,689
“Other-than-State” participants	4,741,253,642	5,179,279,042
Undistributed and net unrealized gain (loss)	(1,824)	92,364
	\$ 14,563,317,624	\$ 18,815,040,095

7. Reserve for Investment Losses and Administrative Expense Fund

“Other-than-State” participants contribute one twentieth of one percent (0.05%) per year of the value of the aggregate units owned by them for the Administrative Expense Fund. This fund is used to reimburse the State of New Jersey for administrative and custodial fees of the Fund.

In addition, “Other-than-State” participants contribute one twentieth of one percent (0.05%) per year of the value of the aggregate units owned by them to a Reserve Fund. These contributions are supplemented by the proportionate share of “Other-than-State” participants in any gain on investment transactions realized in the Fund. State Investment Council Regulations provide that

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Notes to Financial Statements (continued)

7. Reserve for Investment Losses and Administrative Expense Fund (continued)

the Reserve Fund will be charged, to the extent that funds are available, with the proportionate share of the “Other-than-State” participants in (a) any loss occasioned by the bankruptcy of an issuer of an investment held by the Fund and (b) any loss realized upon the sale of an investment by the Fund. These amounts are reinvested and participate in the Fund.

During the fiscal years ended June 30, 2002 and June 30, 2006, the Reserve Fund was restructured pursuant to the State of New Jersey Appropriations Acts for fiscal years 2001-2002 and 2005-2006. Pursuant to these restructuring plans, investments in the amount of \$72 million and \$12 million in fiscal 2002-2003 and 2006, respectively, were released to the General Fund of the State of New Jersey. As of June 30, 2002, the State of New Jersey obtained a financial guaranty insurance policy in the amount of \$72 million, with a policy expiration date of December 1, 2012. The policy requires that a minimum of \$13 million be held in the Reserve Fund and utilized prior to any drawing on the policy. The State of New Jersey obtained a second financial guaranty insurance policy as of June 30, 2007 in the amount of \$12 million, with a policy expiration date of July 1, 2016. The second policy requires that a minimum of \$16 million in cash and liquid investments be held in the Reserve Fund and utilized prior to any drawing on the policy. The State of New Jersey has agreed to reimburse the policy issuer for any amounts drawn under the policies within two years of the date of such drawing, subject to and dependent upon an appropriation being made by the Legislature.

As of June 30, 2009, the cost basis of the amounts held as reserves for investment losses and administrative expenses, included in the accompanying financial statements, were \$33,842,662 and \$2,175,992, respectively. As of June 30, 2008, the cost basis of the amounts held as reserves for investment losses and administrative expenses, included in the accompanying financial statements, were \$29,081,731 and \$2,543,788, respectively.

Supplemental Schedule

Division of Investment
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Portfolio of Investments

June 30, 2009

Description	Principal amount	Fair value
United States Government Obligations:		
U.S. Treasury Bills:		
0.355% due July 2, 2009	\$ 100,000,000	\$ 99,996,652
0.355% due July 2, 2009	50,000,000	49,998,326
0.715% due July 2, 2009	100,000,000	99,996,652
1.280% due July 2, 2009	80,000,000	79,997,322
1.500% due July 2, 2009	60,000,000	59,997,991
1.500% due July 2, 2009	5,911,000	5,910,802
1.610% due July 2, 2009	100,000,000	99,996,652
1.808% due July 2, 2009	90,901,000	90,897,957
1.955% due July 2, 2009	75,000,000	74,997,489
0.120% due July 9, 2009	50,000,000	49,998,672
0.100% due July 16, 2009	50,000,000	49,995,301
0.132% due July 16, 2009	50,000,000	49,995,301
0.137% due July 16, 2009	50,000,000	49,995,301
0.290% due July 16, 2009	79,421,000	79,413,537
0.295% due July 16, 2009	150,000,000	149,985,905
0.152% due July 23, 2009	100,000,000	99,990,100
0.166% due July 23, 2009	100,000,000	99,990,100
0.169% due July 23, 2009	100,000,000	99,990,100
0.115% due July 30, 2009	96,000,000	95,949,184
0.115% due July 30, 2009	30,000,000	29,984,120
0.115% due July 30, 2009	17,090,000	17,080,954
0.120% due July 30, 2009	79,394,000	79,351,974
0.120% due July 30, 2009	135,000,000	134,928,540
0.121% due July 30, 2009	100,000,000	99,947,067
0.730% due July 30, 2009	201,000,000	200,893,605
0.736% due July 30, 2009	100,000,000	99,947,067
2.035% due July 30, 2009	75,000,000	74,960,300
2.175% due July 30, 2009	79,648,000	79,605,840
0.300% due August 6, 2009	74,000,000	73,971,862
0.440% due August 6, 2009	100,000,000	99,961,975
0.136% due August 13, 2009	100,000,000	99,982,106
0.140% due August 13, 2009	31,200,000	31,194,417
0.157% due August 13, 2009	100,000,000	99,982,106
0.171% due August 13, 2009	50,000,000	49,991,053
0.170% due August 20, 2009	17,232,000	17,227,879
0.175% due August 20, 2009	20,000,000	19,995,217
0.482% due August 27, 2009	100,000,000	99,787,457
1.425% due August 27, 2009	200,000,000	199,574,914
2.039% due August 27, 2009	100,000,000	99,787,457
0.125% due September 3, 2009	100,000,000	99,966,210
0.140% due September 3, 2009	155,000,000	154,947,625
0.150% due September 3, 2009	100,000,000	99,966,210
0.173% due September 3, 2009	90,000,000	89,969,589
0.175% due September 3, 2009	40,000,000	39,986,484
0.175% due September 3, 2009	63,600,000	63,578,510

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Portfolio of Investments

June 30, 2009

Description	Principal amount	Fair value
0.180% due September 3, 2009	\$ 50,000,000	\$ 49,983,105
0.187% due September 3, 2009	11,049,000	11,045,267
0.195% due September 3, 2009	100,000,000	99,966,210
0.215% due September 3, 2009	100,000,000	99,966,210
0.215% due September 3, 2009	100,000,000	99,966,210
0.315% due September 3, 2009	50,000,000	49,983,105
0.325% due September 3, 2009	79,000,000	78,973,306
0.162% due September 10, 2009	100,000,000	99,962,100
0.205% due September 10, 2009	100,000,000	99,962,100
0.210% due September 10, 2009	50,000,000	49,981,050
0.210% due September 10, 2009	50,000,000	49,981,050
0.235% due September 17, 2009	80,000,000	79,959,354
0.170% due September 24, 2009	70,000,000	69,842,460
0.180% due September 24, 2009	36,694,000	36,611,418
0.689% due September 24, 2009	100,000,000	99,774,943
1.185% due September 24, 2009	50,575,000	50,461,177
1.250% due September 24, 2009	100,000,000	99,774,943
1.808% due September 24, 2009	80,000,000	79,819,954
0.160% due October 1, 2009	70,000,000	69,958,262
0.187% due October 1, 2009	31,126,000	31,107,441
0.195% due October 1, 2009	154,450,000	154,357,908
0.215% due October 1, 2009	50,000,000	49,970,187
0.240% due October 1, 2009	100,000,000	99,940,374
0.242% due October 1, 2009	22,000,000	21,986,882
0.280% due October 1, 2009	65,000,000	64,961,243
0.280% due October 1, 2009	100,000,000	99,940,374
0.285% due October 1, 2009	100,000,000	99,940,374
0.230% due October 8, 2009	150,000,000	149,896,467
0.232% due October 8, 2009	135,000,000	134,906,820
0.241% due October 8, 2009	50,000,000	49,965,489
0.250% due October 8, 2009	104,000,000	103,928,217
0.260% due October 8, 2009	100,000,000	99,930,978
0.265% due October 8, 2009	75,000,000	74,948,233
0.295% due October 8, 2009	50,000,000	49,965,489
0.300% due October 8, 2009	50,000,000	49,965,489
0.170% due October 15, 2009	100,000,000	99,926,946
0.265% due October 15, 2009	105,000,000	104,923,293
0.310% due October 15, 2009	100,000,000	99,926,946
0.185% due October 22, 2009	42,000,000	41,943,310
0.222% due October 22, 2009	138,300,000	138,113,327
0.225% due October 22, 2009	90,000,000	89,878,521
0.225% due October 22, 2009	125,000,000	124,831,279
0.241% due October 22, 2009	72,000,000	71,902,817
0.315% due October 22, 2009	50,000,000	49,932,511
0.325% due October 22, 2009	35,000,000	34,952,758
0.330% due October 22, 2009	100,000,000	99,865,023
0.780% due October 22, 2009	2,159,000	2,156,086
0.810% due October 22, 2009	100,000,000	99,865,023

Division of Investment
Department of the Treasury
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Cash Management Fund

Portfolio of Investments

June 30, 2009

Description	Principal amount	Fair value
0.812% due October 22, 2009	\$ 50,000,000	\$ 49,932,511
0.820% due October 22, 2009	100,000,000	99,865,023
0.825% due October 22, 2009	50,000,000	49,932,511
0.215% due November 12, 2009	108,000,000	107,902,971
0.250% due November 12, 2009	60,000,000	59,946,095
0.266% due November 12, 2009	100,000,000	99,910,158
0.242% due November 19, 2009	125,000,000	124,762,339
0.247% due November 19, 2009	100,000,000	99,809,871
0.255% due November 19, 2009	57,060,000	56,951,512
0.823% due November 19, 2009	200,000,000	199,619,742
0.270% due December 10, 2009	5,982,000	5,973,847
0.290% due December 10, 2009	22,742,000	22,711,003
0.310% due December 17, 2009	100,000,000	99,846,829
0.320% due December 17, 2009	200,000,000	199,693,658
0.325% due December 17, 2009	40,000,000	39,938,732
0.451% due December 17, 2009	25,000,000	24,961,707
0.390% due April 1, 2010	30,000,000	29,903,134
0.435% due April 1, 2010	100,000,000	99,677,113
	<u>8,992,534,000</u>	<u>8,984,904,667</u>
U.S. Treasury Notes:		
3.625% due July 15, 2009	42,200,000	42,239,453
4.625% due July 31, 2009	100,000,000	100,266,038
4.000% due August 31, 2009	93,000,000	93,347,412
4.000% due August 31, 2009	200,000,000	200,747,122
4.000% due August 31, 2009	100,000,000	100,373,561
4.000% due August 31, 2009	87,036,000	87,361,133
4.000% due August 31, 2009	25,000,000	25,093,390
4.000% due August 31, 2009	65,000,000	65,242,815
4.000% due August 31, 2009	15,000,000	15,056,034
3.375% due September 15, 2009	150,000,000	150,564,773
3.375% due September 15, 2009	100,000,000	100,376,515
3.375% due September 15, 2009	50,000,000	50,188,257
3.375% due September 15, 2009	25,000,000	25,094,129
4.000% due September 30, 2009	100,000,000	100,635,461
4.000% due September 30, 2009	100,000,000	100,635,461
4.000% due September 30, 2009	150,000,000	150,953,191
4.000% due September 30, 2009	100,000,000	100,635,461
4.000% due September 30, 2009	100,000,000	100,635,461
4.000% due September 30, 2009	100,000,000	100,635,461
4.000% due September 30, 2009	79,000,000	79,502,014
4.000% due September 30, 2009	35,000,000	35,222,411
0.875% due May 31, 2011	90,000,000	89,403,197
	<u>1,906,236,000</u>	<u>1,914,208,750</u>

Division of Investment
 Department of the Treasury
 State of New Jersey
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Portfolio of Investments

June 30, 2009

Description	Principal amount	Fair value
Commercial Paper Interest:		
American Express Corp.:		
0.320% due July 7, 2009	\$ 30,000,000	\$ 30,000,000
0.250% due July 17, 2009	30,000,000	30,000,000
0.140% due July 1, 2009	30,000,000	30,000,000
Citigroup Funding:		
0.230% due July 10, 2009	45,000,000	45,000,000
0.250% due August 3, 2009	35,000,000	35,000,000
National Australia:		
0.150% due July 23, 2009	48,000,000	48,000,000
0.150% due July 27, 2009	70,000,000	70,000,000
	<u>288,000,000</u>	<u>288,000,000</u>
Government of Canada Commerical Paper:		
Government of Canada DI:		
0.300% due August 17, 2009	100,000,000	99,960,833
0.250% due August 18, 2009	150,000,000	149,950,000
0.450% due October 16, 2009	75,000,000	74,899,688
	<u>325,000,000</u>	<u>324,810,521</u>
Government Agency Commerical Paper Discount:		
Federal Home Loan:		
0.180% due July 7, 2009	15,000,000	15,000,000
	<u>15,000,000</u>	<u>15,000,000</u>
Commercial Paper Discount:		
BNP Paribas Financial:		
0.230% due July 27, 2009	85,000,000	84,985,881
Calyon Discounted:		
0.130% due July 1, 2009	20,000,000	20,000,000
Canadian Imperial:		
0.250% due July 10, 2009	30,000,000	29,998,125
Cargill Inc.:		
0.200% due July 14, 2009	35,000,000	34,997,472
0.200% due July 15, 2009	12,000,000	11,999,067
0.170% due July 6, 2009	72,389,000	72,387,291

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Portfolio of Investments

June 30, 2009

Description	Principal amount	Fair value
Colgate Palmolive:		
0.180% due July 7, 2009	\$ 50,000,000	\$ 49,998,500
0.180% due July 17, 2009	60,000,000	59,995,200
0.150% due July 23, 2009	15,000,000	14,998,625
0.180% due July 27, 2009	30,000,000	29,996,100
Conoco Phillips:		
0.220% due July 1, 2009	17,000,000	17,000,000
Dupont (E.I.) DeNomours:		
0.230% due July 9, 2009	28,200,000	28,198,559
0.250% due July 21, 2009	6,135,000	6,134,148
Emerson Electric Co.:		
0.160% due July 1, 2009	20,000,000	20,000,000
FPL Fuels Inc.:		
0.250% due July 24, 2009	50,000,000	49,992,014
Florida Power & Light:		
0.210% due July 7, 2009	26,700,000	26,699,065
0.210% due July 28, 2009	53,000,000	52,991,652
Intesa Funding LLC:		
0.220% due July 1, 2009	35,000,000	35,000,000
JP Morgan Chase Co.:		
0.250% due July 6, 2009	27,000,000	26,999,063
Kredietbank NA:		
0.250% due July 7, 2009	80,000,000	79,996,667
Merck Co. Inc.:		
0.180% due July 10, 2009	20,000,000	19,999,100
Nordea N.A. Inc.:		
0.240% due July 14, 2009	60,000,000	59,994,800
0.240% due July 15, 2009	50,000,000	49,995,333
0.240% due July 7, 2009	25,000,000	24,999,000
Pitney Bowes Inc.:		
0.160% due July 1, 2009	5,268,000	5,268,000
0.160% due July 13, 2009	10,000,000	9,999,467
Societe Generale:		
0.130% due July 1, 2009	50,000,000	50,000,000
Toronto Dominion:		
0.200% due July 15, 2009	64,000,000	63,995,022
0.200% due July 17, 2009	70,000,000	69,993,778

Division of Investment
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Portfolio of Investments

June 30, 2009

Description	Principal amount	Fair value
Toyota Motor:		
0.200% due July 7, 2009	\$ 50,000,000	\$ 49,998,333
0.260% due July 10, 2009	35,000,000	34,997,725
Unicredito Delaware:		
0.370% due July 1, 2009	80,000,000	80,000,000
Unilever Capital:		
0.180% due July 9, 2009	42,000,000	41,998,425
0.150% due July 9, 2009	25,000,000	24,999,062
Wells Fargo:		
0.200% due July 7, 2009	110,000,000	109,996,333
	<u>1,448,692,000</u>	<u>1,448,601,807</u>
United States Government Agency Obligations:		
Federal National Mortgage Association:		
6.625% due September 15, 2009	26,950,000	27,280,129
	<u>26,950,000</u>	<u>27,280,129</u>
Corporate Obligations:		
American Home (WYE):		
6.950% due March 15, 2011	20,000,000	21,143,052
Coca Cola Co.:		
5.750% due March 15, 2011	9,000,000	9,500,748
DuPont E I De Nemours:		
4.125% due April 30, 2010	14,355,000	14,295,251
4.125% due April 30, 2010	4,600,000	4,580,854
Emerson Electric Co.:		
7.125% due August 15, 2010	55,000,000	57,033,383
Halliburton Co.:		
5.500% due October 15, 2010	29,000,000	30,052,491
Phillips Petroleum:		
8.750% due May 25, 2010	16,111,000	16,794,646
Walmart Stores:		
4.125% due July 1, 2010	50,000,000	50,590,201
	<u>198,066,000</u>	<u>203,990,626</u>
Certificates of Deposit:		
Abbey National:		
0.260% due July 8, 2009	50,000,000	50,000,000
0.240% due July 13, 2009	30,000,000	30,000,000
0.240% due July 10, 2009	20,000,000	20,000,000

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June 30, 2009

Description	Principal amount	Fair value
BNP Paribas:		
0.230% due July 9, 2009	\$ 20,000,000	\$ 20,000,000
0.250% due July 1, 2009	55,000,000	55,000,000
Bank of Montreal:		
0.190% due July 7, 2009	60,000,000	60,000,000
0.250% due July 24, 2009	50,000,000	50,000,000
Bank of Nova Scotia:		
0.180% due July 7, 2009	75,000,000	75,000,000
0.180% due July 10, 2009	65,000,000	65,000,000
Calyon Yankee:		
0.260% due July 7, 2009	60,000,000	60,000,000
0.250% due July 27, 2009	15,000,000	15,000,000
0.250% due July 29, 2009	65,000,000	65,000,000
Canadian Imperial:		
0.210% due July 1, 2009	50,000,000	50,000,000
Credit Industrial:		
0.250% due July 1, 2009	56,000,000	56,000,000
0.250% due July 1, 2009	54,000,000	54,000,000
Intesa San Paolo:		
0.260% due July 6, 2009	55,000,000	55,000,000
0.300% due July 20, 2009	40,000,000	40,000,000
Rabobank Nederland:		
0.250% due July 7, 2009	50,000,000	50,000,000
0.200% due July 24, 2009	20,000,000	20,000,000
Societe Generale:		
0.300% due July 1, 2009	40,000,000	40,000,000
0.300% due July 1, 2009	40,000,000	40,000,000
0.250% due July 8, 2009	50,000,000	50,000,000
Svenska Handelsbanken:		
0.210% due July 1, 2009	90,000,000	90,000,000
0.210% due July 27, 2009	50,000,000	50,000,000
0.210% due July 24, 2009	40,000,000	40,000,000
Swedbank NY CTF:		
0.310% due July 8, 2009	50,000,000	50,000,000
0.320% due July 23, 2009	30,000,000	30,000,000
	1,280,000,000	1,280,000,000

Division of Investment
 Department of the Treasury
 State of New Jersey
 Cash Management Fund

Portfolio of Investments

June 30, 2009

Description	Principal amount	Fair value
Provinces of Canada Bonds:		
3.125% due September 8, 2010	\$ 10,000,000	\$ 10,135,217
3.125% due September 8, 2010	30,000,000	30,405,652
3.125% due September 8, 2010	10,000,000	10,135,217
	50,000,000	50,676,086
 Total	 \$ 14,530,478,000	 \$ 14,537,472,586
 Total fair value of investments		 \$ 14,537,472,586
Total cost of investments		<u>14,537,474,410</u>
Net unrealized depreciation as of end of year		<u>\$ 1,824</u>