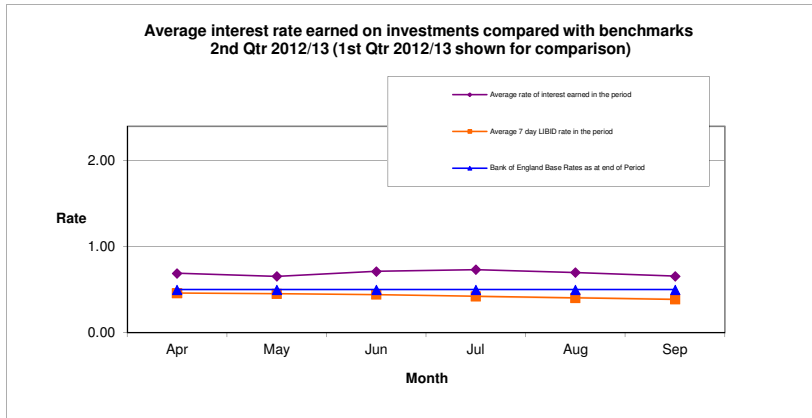


TREASURY MANAGEMENT PERFORMANCE IN QUARTER TWO - 2012/13

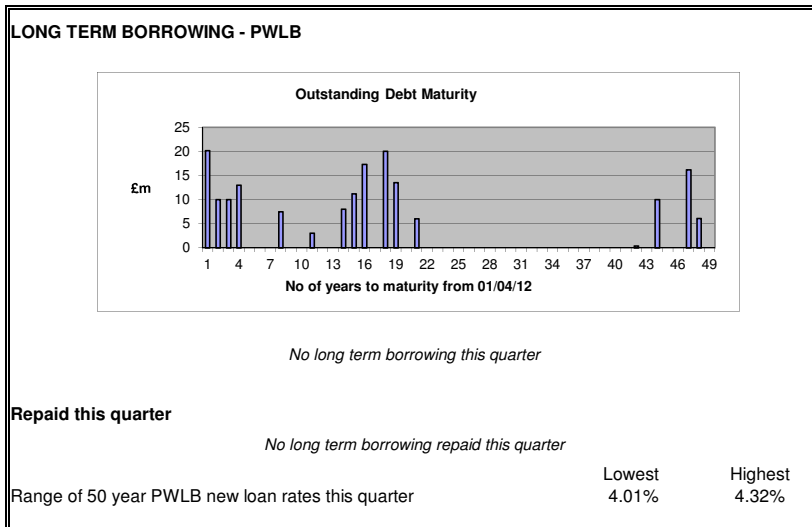
**INVESTMENTS - RETURN**

Graph 1



**BORROWING**

Graph 2



**COMPLIANCE WITH TREASURY MANAGEMENT STRATEGY**

Table 1

All transactions properly authorised	✓
All transactions in accordance with approved policy	×
As an update to that reported in quarter one, on 6th September Cabinet approved a revised Annual Investment Strategy which added the Council's bank back to its counterparty list, even if it fails the investment criteria of the credit rating matrix.	
All transactions with approved counterparties (see above)	×
Cash flow successfully managed to maintain liquidity	✓
Any recommended changes to procedures:	None required