### Board Investment Report 2008
for the Fourth Quarter Ended 08/31/2008

<table>
<thead>
<tr>
<th>Description of Security</th>
<th>Account No. / CUSIP No.</th>
<th>Maturity Date</th>
<th>Beginning Book Value</th>
<th>Ending Book Value</th>
<th>Beginning Market Value</th>
<th>Ending Market Value</th>
<th>Additions</th>
<th>Changes</th>
<th>Interest Rate</th>
<th>Accrue Interest</th>
</tr>
</thead>
<tbody>
<tr>
<td>OPERATING</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Lone Star Invest. Pool</td>
<td>N/A</td>
<td>Demand</td>
<td>6,494,211</td>
<td>4,994,791</td>
<td>6,494,211</td>
<td>(1,499,420)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Logic</td>
<td>N/A</td>
<td>Demand</td>
<td>792,304</td>
<td>797,425</td>
<td>792,304</td>
<td>6,121</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>MNB Repurchase Acct</td>
<td>3128X1P24</td>
<td>Open</td>
<td>696,173</td>
<td>835,000</td>
<td>696,173</td>
<td>138,827</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Federal Treasury Bond</td>
<td>3133XMLL3</td>
<td>9-Oct-09</td>
<td>2,080,000</td>
<td>2,060,000</td>
<td>2,080,000</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Federal Treasury Bond</td>
<td>31399AHQ8</td>
<td>22-Oct-09</td>
<td>1,000,000</td>
<td>1,000,000</td>
<td>1,000,000</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Federal Treasury Bond</td>
<td>3133XOHA3</td>
<td>14-Apr-10</td>
<td>1,226,000</td>
<td>1,226,000</td>
<td>1,226,000</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

| RETIREMENT OF INDEBTEDNESS |                               |               |                      |                   |                        |                     |           |         |               |                |
| Vanguard Mutual Fund     | N/A                         | Demand        | 644,360              | 647,304           | 644,360                | 2,944               |           |         |               |                |

TOTAL INVESTMENTS

<table>
<thead>
<tr>
<th></th>
<th>Beginning Book Value</th>
<th>Ending Book Value</th>
<th>Beginning Market Value</th>
<th>Ending Market Value</th>
<th>Additions</th>
<th>Changes</th>
<th>Interest Rate</th>
<th>Accrue Interest</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$15,836,932</td>
<td>$11,569,619</td>
<td>$15,836,932</td>
<td>$(1,491,355)</td>
<td>$1,554,390</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

The above reported investments have been recorded in compliance with generally accepted accounting principles. In the opinion of the Investment officers of the College, both this report and the investment portfolio of the College are in compliance with the requirements of the Public Funds Investment Act of the State of Texas and the Investment Policy of the Board of Regents of Galveston Community College District.

For information regarding Galveston College's investment portfolio, please contact Dr Gaynelle Hayes (409) 944-1205.

Dr. Gaynelle Hayes  
Investment Officer

Jeff Engbrock  
Investment Officer