INVESTMENT PORTFOLIO SUMMARY

For the Quarter Ended

September 30, 2025

Prepared by
Prosper Finance Department

The investment portfolio of the Town of Prosper is in compliance with the Public Funds Investment Act and the Town of Prosper Investment Policy and Strategies.

Robert B. Scott

Bob Scott, Deputy Town Manager

Chris Landrum

Chris Landrum, Finance Director

Ryan Patterson

Ryan Patterson, Assistant Finance Director

Summary

Quarter End Results by Investment Category:

Asset Type	June 30, 2025 Ave. Yield	June 30, 2025 Book Value	June 30, 2025 Market Value	September 30, 2025 Ave. Yield	September 30, 2025 Book Value	September 30, 2025 Market Value
MMA/NOW	4.12%	$ 33,637,802	$ 33,637,802	4.01%	$ 33,821,133	$ 33,821,133
MMF/Pools	4.36%	97,234,992	97,234,992	4.28%	137,356,993	137,356,993
Securities	4.32%	34,743,131	34,747,759	4.25%	29,749,735	29,810,264
Certificates of Deposit	-	-	-	-	-	-
Total	**4.30%**	**$ 165,615,924**	**$ 165,620,552**	**4.23%**	**$ 200,927,862**	**$ 200,998,390**

Average Yield - Current Quarter *(1)*

Total Portfolio	4.23%
Rolling Three Month Treasury	4.26%
Rolling Six Month Treasury	4.09%
TexPool	4.29%

Fiscal Year-to-Date Average Yield *(2)*

Total Portfolio	4.38%
Rolling Three Month Treasury	4.39%
Rolling Six Month Treasury	4.26%
TexPool	4.42%

Interest Earnings (Approximate)

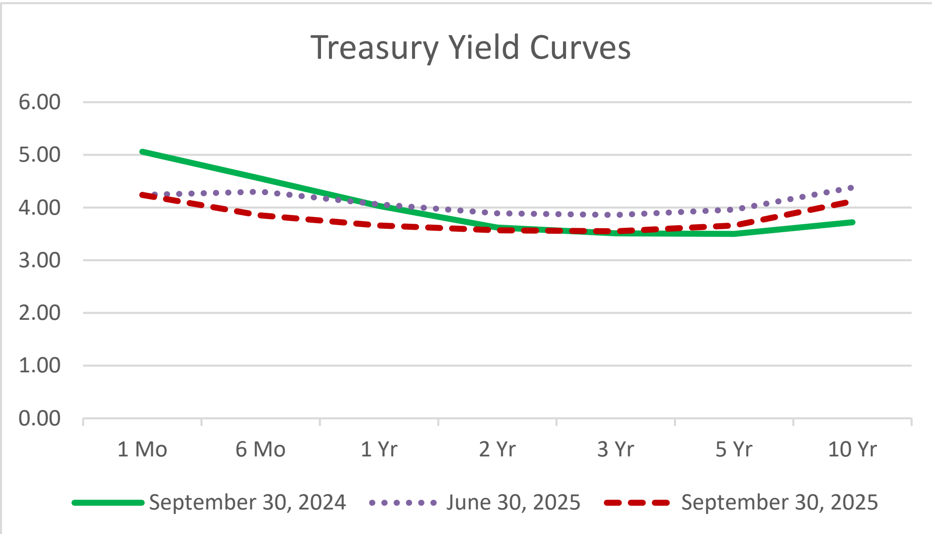
Quarter	$	1,547,302
Fiscal Year-to-date	$	7,740,236

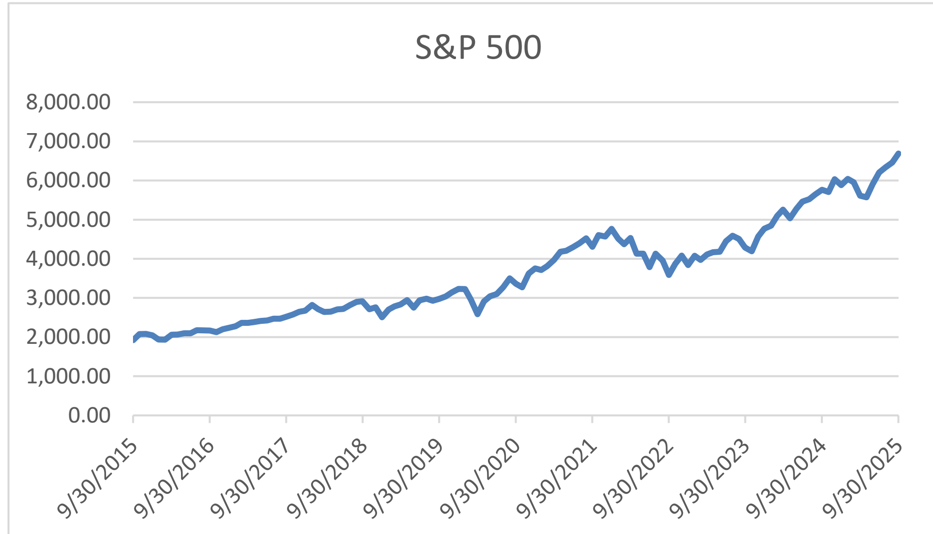
(1) Quarter End Average Yield - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

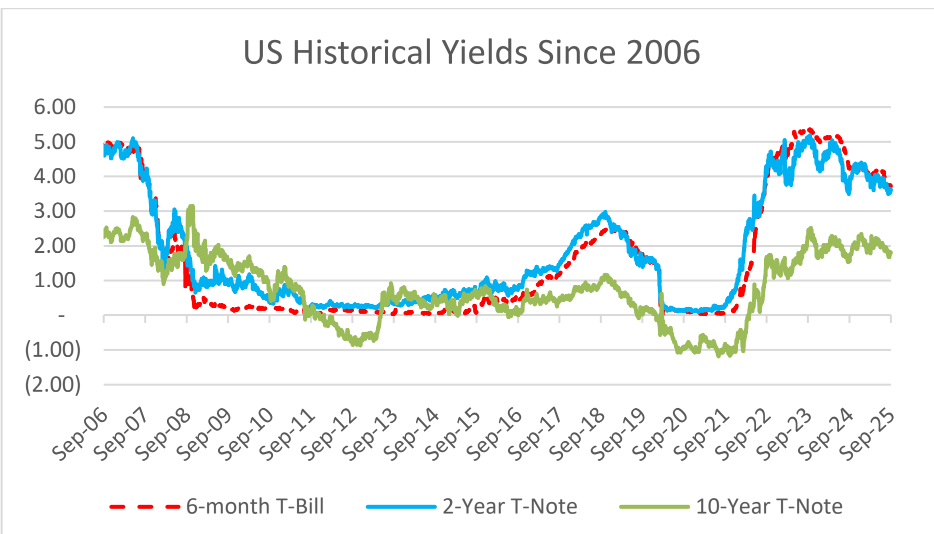
(2) Fiscal Year-to-Date Average Yield - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

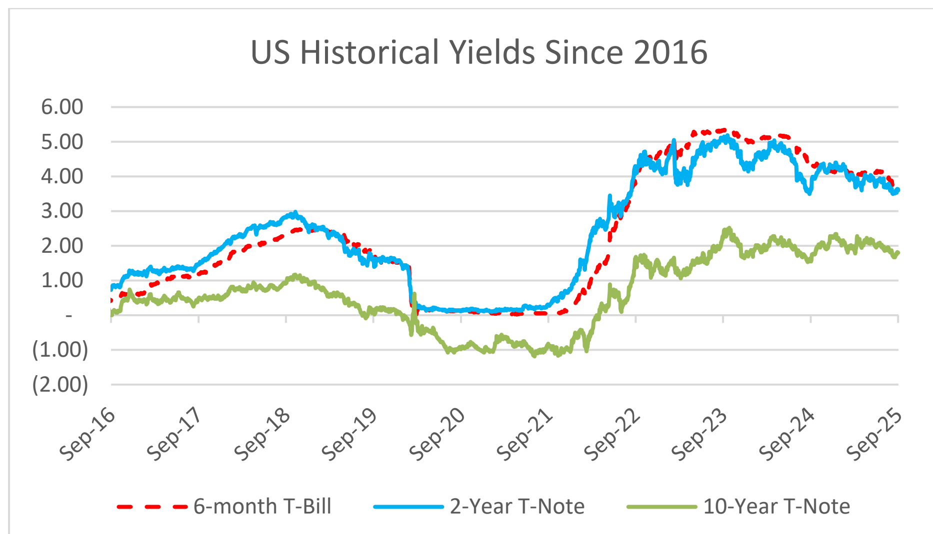
Economic Overview 9/30/2025

The Federal Open Market Committee (FOMC) cut the federal funds target range by 25 basis points at its September meeting to 4.00-4.25%. Fed Funds were trading near the upper end of that range heading into quarter-end, reflecting market anticipation of the cut and continued vigilance by the Fed. Despite meaningful progress in reducing inflation, it remains above the 2% target, with Core PCE at approximately 2.9% year over year. Core CPI stood at roughly 3.0% YoY. The FOMC reiterated its data-dependent approach, noting mixed labor-market signals and solid (but moderating) economic activity. Labor market data showed noticeable softening: the unemployment rate edged up to 4.3% in August, and some months recorded very low job gains (22k in August). The three-month average job gains were considerably below mid-year levels, underscoring growing slack. The economy continued to show resilience but signs of strain: GDP data for Q3 are partial, but inflation and labor-market trends point toward a deceleration from earlier quarters. The FOMC's September projection revised 2025 GDP growth downward to roughly 1.6% for the year. Average spot price for WTI Oil was around $63-$65 per barrel in September 2025. Global uncertainty, geopolitical risks and volatility in trade remained elevated going into Q3. The yield curve remained inverted, underscoring lingering recession concerns and a cautious investment environment.







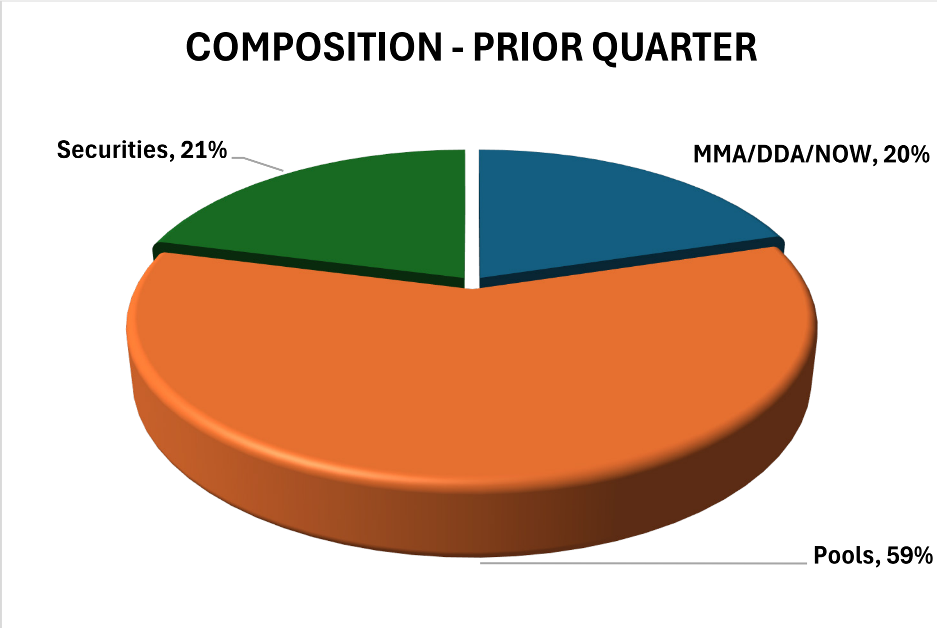


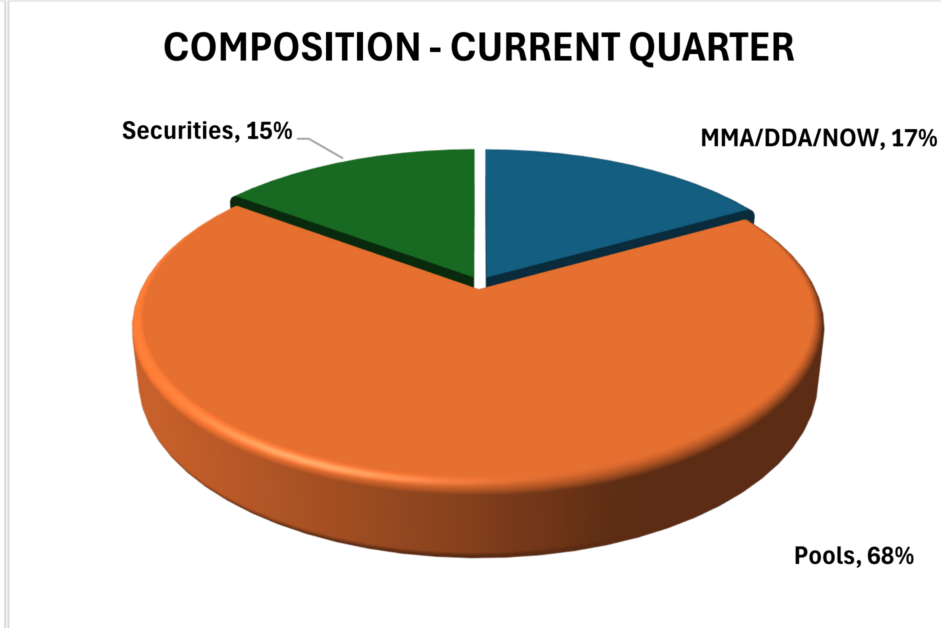
Investment Holdings
September 30, 2025

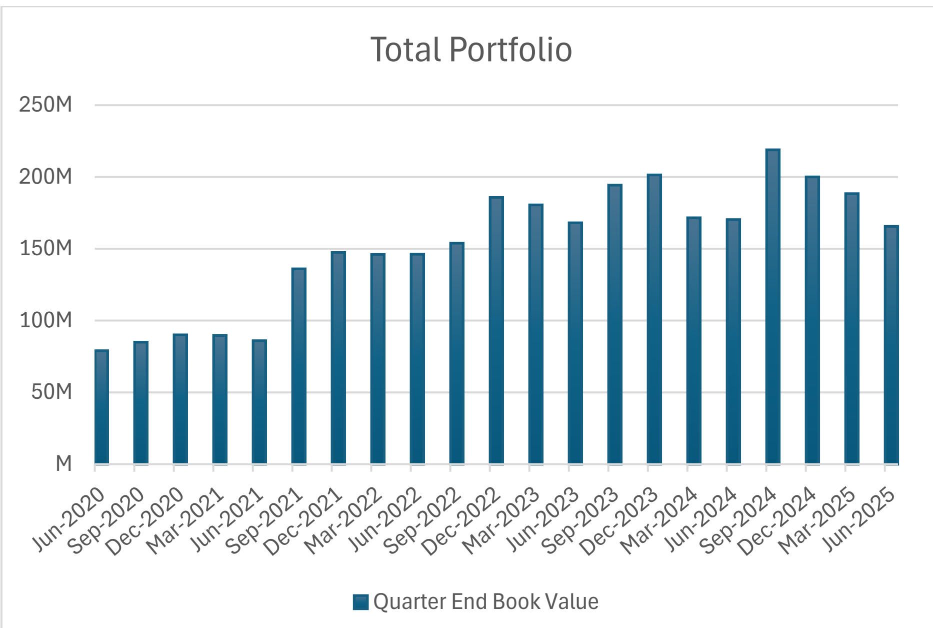
Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (Days)	Yield
Independent DDA		1.76%	10/01/25	09/30/25	5,900,643	5,900,643	100.00	5,900,643	1	1.76%
Independent DDA #2		4.50%	10/01/25	09/30/25	5,507,701	15,507,701	100.00	15,507,701	1	4.50%
Independent DDA #3		4.50%	10/01/25	09/30/25	6,540,300	6,540,300	100.00	6,540,300	1	4.50%
NexBank MMA		4.45%	10/01/25	09/30/25	5,872,490	5,872,490	100.00	5,872,490	1	4.45%
TexSTAR		4.21%	10/01/25	09/30/25	74,981,980	74,981,980	100.00	74,981,980	1	4.21%
TexPool		4.36%	10/01/25	09/30/25	62,375,013	62,375,013	100.00	62,375,013	1	4.36%
FFCB	S&P-AA+	4.22%	5/23/2028	6/30/2025	5,000,000	5,000,000	100.47	5,023,500	966	4.22%
FHLB	S&P-AA+	3.88%	6/4/2027	6/30/2025	5,000,000	5,011,750	100.43	5,021,500	612	3.74%
FHLB	Moodys-Aaa	4.38%	10/15/2027	10/22/2024	2,000,000	2,000,000	100.02	2,000,400	745	4.38%
FHLB	None	4.38%	6/23/2028	6/30/2025	5,000,000	5,000,000	100.08	5,004,000	997	4.38%
FHLM	None	4.50%	12/17/2027	12/19/2024	5,000,000	5,000,000	100.07	5,003,500	808	4.50%
FNMA	S&P-AA+	4.20%	7/10/2028	6/30/2025	4,740,000	4,739,526	100.36	4,757,064	1,014	4.20%
FNMA	S&P-AA+	4.50%	10/15/2027	10/22/2024	3,000,000	2,998,459	100.01	3,000,300	745	4.53%
Total Portfolio					**$ 200,918,126**	**$ 200,927,862**		**$ 200,988,390**	**128**	**4.23%**
									(1)	**(2)**

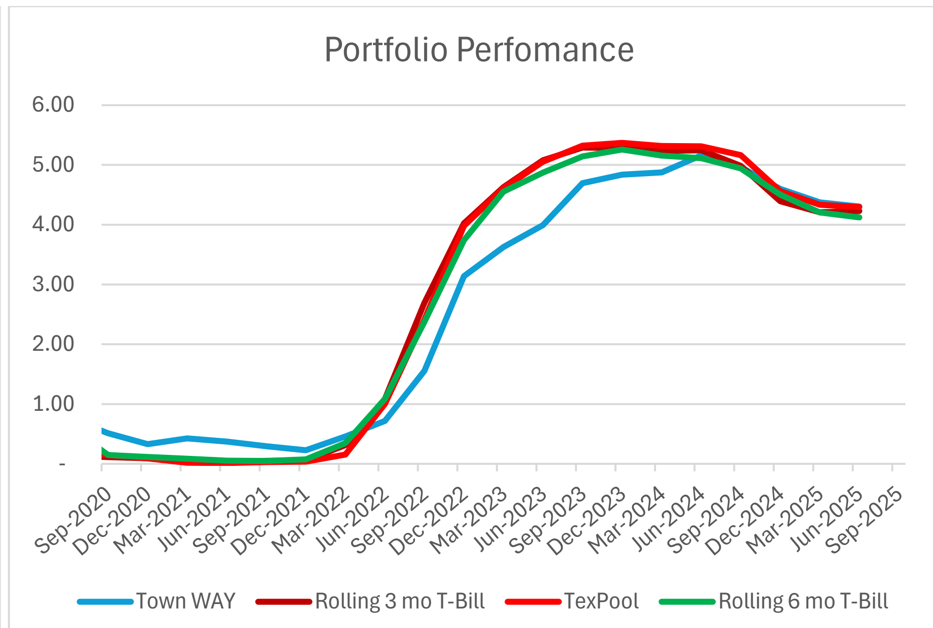
(1) Weighted average life - For purposes of calculating weighted average life, overnight bank and pool balances are assumed to have a one-day maturity.

(2) Weighted average yield to maturity - The weighted average yield to maturity is based on Book Value, realized and unrealized gains/losses and investment advisory fees are not included. The yield for the reporting month is used for overnight bank and pool balances.


COMPOSITION - PRIOR QUARTER
Securities, 21%
MMA/DDA/NOW, 20%
Pools, 59%


COMPOSITION - CURRENT QUARTER
Securities, 15%
MMA/DDA/NOW, 17%
Pools, 68%


Total Portfolio
250M
200M
150M
100M
50M
M
Jun-2020
Sep-2020
Dec-2020
Mar-2021
Jun-2021
Sep-2021
Dec-2021
Mar-2022
Jun-2022
Sep-2022
Dec-2022
Mar-2023
Jun-2023
Sep-2023
Dec-2023
Mar-2024
Jun-2024
Sep-2024
Dec-2024
Mar-2025
Jun-2025
Quarter End Book Value


Portfolio Perfomance
6.00
5.00
4.00
3.00
2.00
1.00
-
Sep-2020
Dec-2020
Mar-2021
Jun-2021
Sep-2021
Dec-2021
Mar-2022
Jun-2022
Sep-2022
Dec-2022
Mar-2023
Jun-2023
Sep-2023
Dec-2023
Mar-2024
Jun-2024
Sep-2024
Dec-2024
Mar-2025
Jun-2025
Sep-2025
Town WAY
Rolling 3 mo T-Bill
TexPool
Rolling 6 mo T-Bill

Book and Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 6/30/25	Increases	Decreases	Book Value 9/30/25	Market Value 6/30/25	Change in Market Value	Market Value 9/30/25
Independent DDA	1.76%	10/01/25	$ 4,638,073	$ 1,262,570		$ 5,900,643	$ 4,638,073	$ 1,262,570	$ 5,900,643
Independent DDA #2	4.50%	10/01/25	15,271,636	236,065		15,507,701	15,271,636	236,065	15,507,701
Independent DDA #3	4.50%	10/01/25	7,920,717		(1,380,417)	6,540,300	7,920,717	(1,380,417)	6,540,300
NexBank MMA	4.45%	10/01/25	5,807,375	65,114.30		5,872,489	5,807,375	65,114	5,872,489
TexSTAR	4.21%	10/01/25	29,208,716	45,773,264		74,981,980	29,208,716	45,773,264	74,981,980
TexPool	4.36%	10/01/25	68,026,276		(5,651,263)	62,375,013	68,026,276	(5,651,263)	62,375,013
FFCB	4.22%	05/23/28	5,000,000			5,000,000	5,007,900	15,600	5,023,500
FFCB	4.73%	12/15/27	4,993,586		(4,993,586)	-	5,000,550	(5,000,550)	-
FHLB	3.75%	06/04/27	5,011,750			5,011,750	5,009,600	11,900	5,021,500
FHLB	4.38%	10/15/27	2,000,000			2,000,000	1,997,700	2,700	2,000,400
FHLB	4.38%	06/23/28	5,000,000			5,000,000	5,000,000	4,000	5,004,000
FHLMC	4.50%	12/17/27	5,000,000			5,000,000	4,998,350	5,150	5,003,500
FNMA	4.20%	07/10/28	4,739,526			4,739,526	4,737,109	19,955	4,757,064
FNMA	4.53%	10/15/27	2,998,269	190		2,998,459	2,996,550	3,750	3,000,300
TOTAL / AVERAGE	**4.23%**		**$ 165,615,924**	**$ 47,337,204**	**$ (12,025,266)**	**$ 200,927,862**	**$ 165,620,552**	**$ 35,367,839**	**$ 200,988,390**

Allocation **September 30, 2025**

Book Value	Yield	Maturity Date	Total	Pooled Funds	Debt Service Fund
Independent DDA	1.76%		$ 5,900,643	$ 5,900,643	$ –
Independent DDA #2	4.50%		15,507,701	15,507,701	–
Independent DDA #3	4.50%		6,540,300	6,540,300	–
NexBank MMA	4.45%		5,872,489	5,872,489	–
TexSTAR	4.21%		74,981,980	74,981,980	–
TexPool	4.36%		62,375,013	61,039,629	1,335,384
FFCB	4.22%	05/23/28	5,000,000	5,000,000	–
FHLB	3.75%	06/04/27	5,011,750	5,011,750	–
FHLB	4.38%	10/15/27	2,000,000	2,000,000	–
FHLB	4.38%	06/23/28	5,000,000	5,000,000	–
FHLMC	4.50%	12/17/27	5,000,000	5,000,000	–
FNMA	4.20%	07/10/28	4,739,526	4,739,526	–
FNMA	4.53%	10/15/27	2,998,459	2,998,459	–
Totals			**$ 200,927,862**	**$ 199,592,478**	**$ 1,335,384**

Allocation **June 30, 2025**

Book Value	Yield	Maturity Date	Total	Pooled Funds	Debt Service Fund
Independent DDA	1.76%		$ 4,638,073	$ 4,638,073	$ –
Independent DDA #2	4.50%		15,271,636	15,271,636	–
Independent DDA #3	4.50%		7,920,717	7,920,717	–
NexBank MMA	4.45%		5,807,375	5,807,375	–
TexSTAR	4.28%		29,208,716	29,208,716	–
TexPool	4.40%		68,026,276	62,876,830	5,158,446
FFCB	4.22%	05/23/28	5,000,000	5,000,000	–
FFCB	4.73%	12/15/27	4,993,586	4,993,586	–
FHLB	3.75%	06/04/27	5,011,750	5,011,750	–
FHLB	4.38%	10/15/27	2,000,000	2,000,000	–
FHLB	4.38%	06/23/28	5,000,000	5,000,000	–
FHLMC	4.50%	12/17/27	5,000,000	5,000,000	–
FNMA	4.20%	07/10/28	4,739,526	4,739,526	–
FNMA	4.53%	10/15/27	2,998,269	2,998,269	–
Totals			**$ 165,615,924**	**$ 160,457,478**	**$ 5,158,446**