

**Treasury Management Strategy Statement
and Investment Strategy 2010/11 to 2012/13**

EXISTING PORTFOLIO PROJECTED FORWARD

| | Current Portfolio £m | % | 31-Mar-10 Estimate £m | 31-Mar-11 Estimate £m | 31-Mar-12 Estimate £m | 31-Mar-13 Estimate £m |
|--|----------------------------|---|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| External Borrowing: | | | | | | |
| Fixed Rate – PWLB | 78 | | 90 | 106 | 104 | 100 |
| Fixed Rate – Market | 34 | | 40 | 30 | 30 | 30 |
| Variable Rate – PWLB | 10 | | 22 | 48 | 48 | 48 |
| Variable Rate – Market | 9 | | 9 | 9 | 9 | 9 |
| Existing long-term liabilities | 19 | | 19 | 18 | 18 | 17 |
| IFRS long-term liabilities: | | | | | | |
| - PFI (2009/10) | 38 | | 37 | 36 | 35 | 34 |
| - Operating Leases (2010/11 onwards) | | | | | | |
| Total External Debt | 188 | | 217 | 247 | 244 | 238 |
| Investments: | | | | | | |
| Deposits and monies on call and Money Market Funds | 37 | | 20 | 20 | 20 | 20 |
| Supranational bonds | 6 | | 6 | 6 | 6 | 6 |
| Corporate bonds | 0 | | 0 | 0 | 0 | 0 |
| Total Investments | 43 | | 26 | 26 | 26 | 26 |
| (Net Borrowing Position)/ Net Investment position | 145 | | 191 | 221 | 218 | 212 |