

OSWEGO TOBACCO ASSET SECURITIZATION CORPORATION
INVESTMENT REPORT
2012

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of three months or less.

Deposits and investments are valued at cost or cost plus interest, and are categorized as either (1) insured and for which the collateral is held by the Oswego Tobacco Asset Securitization Corporation's agent in the Corporation's name, (2) collateralized, and for which the securities are held by the pledging financial institution's trust department or agent in the Oswego Tobacco Asset Securitization Corporation's name, or (3) uncollateralized.

At December 31, 2012, the Corporation had no cash balances that exceeded FDIC coverage. Amounts included in cash and cash equivalents are comprised of highly liquid investments. The commercial paper included in investments is not subject to FDIC coverage. Commercial paper listed below is sold at a discount, and matures at par value of \$1,677,000. The commercial paper is reported at cost, and accrued interest includes a portion of the earnings.

Investments at December 31, 2012 consist of the following:

Discount commercial paper dated 8/30/12, maturing 2/28/13	\$ <u>1,600,825</u>
	\$ <u>1,600,825</u>

Maturities of investments at December 31, 2012 are as follows:

Commercial paper - Expiring within one year	\$ <u>1,600,825</u>
Total	\$ <u>1,600,825</u>