

Citizens Investment Summary



April 2019

EXECUTIVE SUMMARY

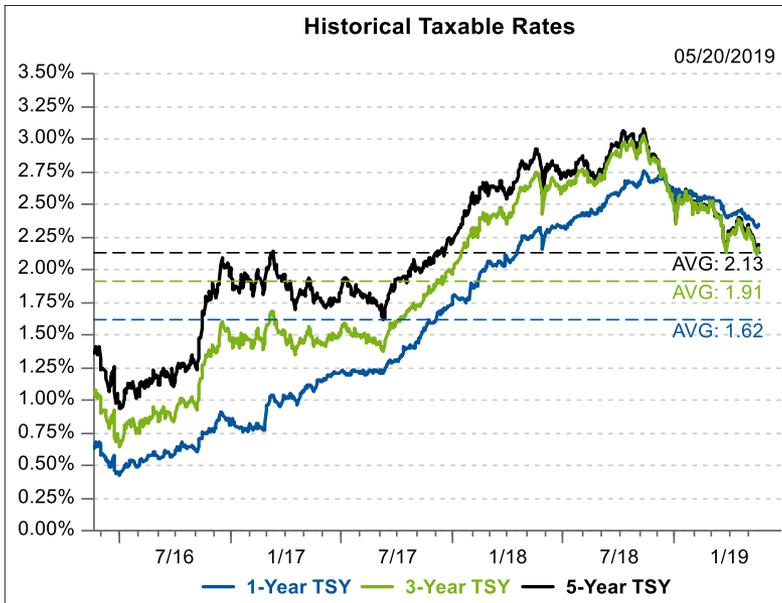
- Citizens' total portfolio market value for April 2019 was \$9.32 billion (prior month: \$9.38 billion) with an average duration of 3.82 years (prior month: 3.82 years) and average credit ratings of A/A/AA.
 - 82% of the total portfolio is taxable, with a market value of \$7.67 billion.
 - 18% of the total portfolio is tax-exempt, with a market value of \$1.65 billion.
 - 90%, or \$8.42 billion of the total portfolio is managed by 10 external investment managers, with an average duration of 3.99 years and 10% is internally managed, or \$0.90 billion.
- The 1-year total return and income return of Citizens' total portfolio excluding legacy securities and a majority of the money market funds was 4.92% and 2.85%.
- 6% of the portfolio matures in less than 90 days and 25% of the portfolio matures between 1 and 3 years.

INTEREST RATES

Taxable

- The 1 year US Treasury rate has increased 4 basis points over the 12-month period ending 5/20/2019.
- The 5 year US Treasury rate has decreased 69 basis points over the 12-month period ending 5/20/2019.

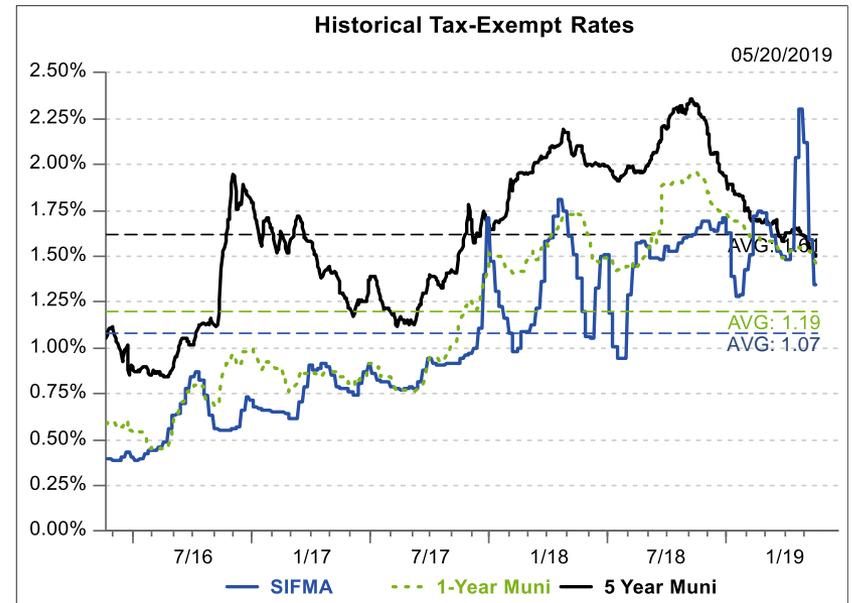
Taxable Rates	As Of 5/20/2019	3-Month Prior	1-Year Prior	3-Year Average	3-Month Change (bps)
1-Yr TSY	2.35%	2.55%	2.31%	1.62%	(19)
3-Yr TSY	2.17%	2.47%	2.72%	1.91%	(30)
5-Yr TSY	2.20%	2.47%	2.89%	2.13%	(27)



Tax-Exempt

- The short-term (SIFMA) rate has decreased 3 basis points over the 12-month period ending 5/20/2019.
- The S&P 1-Yr AAA Municipal rate has decreased 27 basis points over the 12-month period ending 5/20/2019.

Tax-Exempt Rates	As Of 5/20/2019	3-Month Prior	1-Year Prior	3-Year Average	3-Month Change (bps)
SIFMA	1.35%	1.43%	1.38%	1.07%	(8)
S&P 1-Yr AAA Muni	1.46%	1.60%	1.73%	1.19%	(14)
S&P 5-Yr AAA Muni	1.51%	1.69%	2.10%	1.61%	(18)



PORTFOLIO SUMMARY

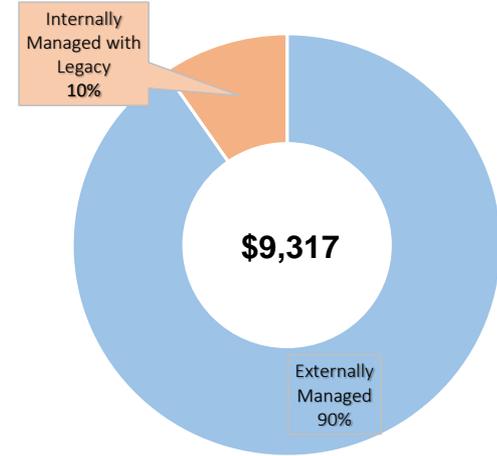
Security Description	Current Month Market Value	Prior Month Market Value	Month-to-Month Change	Current Month Weight (%)
Total	\$9,317	\$9,383	(\$66)	100
Taxable with Legacy Securities	7,667	7,734	(67)	82
Corporate Bonds, Commercial Paper, CDs, & Foreign Govt Securities	4,334	4,361	(26)	46
Treasury & Agency Securities	2,376	2,414	(39)	26
Money Market Funds & Cash	530	524	6	6
Municipal Bonds	313	308	5	3
ABS	95	86	9	1
Legacy Securities	20	42	(22)	0
Tax Exempt	1,650	1,649	1	18
Municipal Bonds	1,272	1,306	(34)	14
Treasury & Agency Securities	306	278	28	3
Money Market Funds & Cash	72	65	6	1

(\$ in Millions)

Notes:

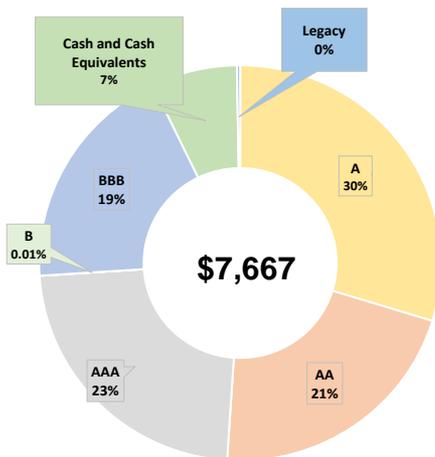
1. Month-to-month changes can be driven by transfers of funds from one category of securities to another.
2. Numbers may not add up due to rounding.

Total Portfolio Composition



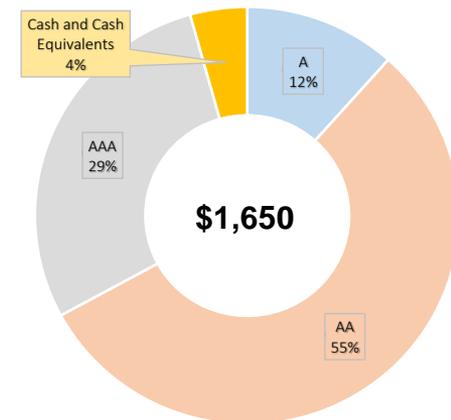
(\$ in Millions)

Taxable Portfolio Credit Quality Distribution



(\$ in Millions)

Tax-Exempt Portfolio Credit Quality Distribution



(\$ in Millions)

PORTFOLIO RETURNS SUMMARY

- The total portfolio duration is 3.82 years.
- The 2-year annualized total return and income return was 2.25% and 2.49%.

Citizens Portfolio	Duration (Years)	S&P	Moody's	Fitch Credit	Total Return (%)					Income Return (%)				
					1 month	3 month	1 Year	2 Year	3 Year	1 month	3 month	1 Year	2 Year	3 Year
Tax Exempt	1.36	AA	AA	AA	0.01	0.54	2.63	1.20	0.85	0.13	0.42	1.78	1.56	1.23
Tax Exempt Externally Managed	1.78	AA	AA	AA	0.01	0.58	2.69	1.23	1.00	0.13	0.41	1.79	1.57	1.41
Taxable (Excluding Legacy Securities and a Majority of Money Market Funds)	4.36	A	A	AA	0.22	1.92	5.37	2.46	2.13	0.22	0.70	3.05	2.68	2.34
Total (Excluding Legacy Securities and a Majority of Money Market Funds)	3.82	A	A	AA	0.19	1.68	4.92	2.25	1.88	0.21	0.65	2.85	2.49	2.10

Note:

- The 2 Year and 3 Year returns are annualized, and the remaining returns are actual for the period.

	1 Month	3 Month	6 Month	1 Year	2 Year
3-Year Treasury Yield	2.31%	2.38%	2.55%	2.64%	2.25%
US Corporate Bond 3-5 Year	3.06%	3.18%	3.45%	3.50%	3.09%
SIFMA	1.80%	1.70%	1.64%	1.52%	1.28%
S&P 3-Yr AAA Muni	1.58%	1.60%	1.77%	1.82%	1.57%
US Corporate Bond 1 Year	2.87%	2.96%	3.18%	3.18%	2.72%
1-Year Treasury Yield	2.44%	2.50%	2.58%	2.50%	2.03%
1-Month LIBOR	2.48%	2.49%	2.46%	2.28%	1.84%