

Colorado Local Government Liquid Asset Trust  
(COLOTRUST PRIME)



**Principal Stability Fund Ratings Definitions**

**AAAm** A fund rated 'AAAm' has extremely strong capacity to maintain principal stability and to limit exposure to principal losses due to credit, market and/or liquidity risks. 'AAAm' is the highest principal stability fund rating assigned by Standard & Poor's.

**AAm** A fund rated 'AAm' has very strong capacity to maintain principal stability and to limit exposure to principal losses due to credit, market and/or liquidity risks.

**Am** A fund rated 'Am' has strong capacity to maintain principal stability but is somewhat more susceptible to principal losses due to adverse credit, market and/or liquidity risks than higher-rated funds.

**BBBm** A fund rated 'BBBm' has adequate capacity to maintain principal stability. However, adverse market conditions and/or higher levels of redemption activity are more likely to lead to a weakened capacity to limit exposure to principal loss as a result of higher exposure to credit, market and/or liquidity risks.

**BBm** A fund rated 'BBm' has uncertain capacity to maintain principal stability and is vulnerable to principal losses resulting from its exposures to credit, market and/or liquidity risks.

**Dm** A fund rated 'Dm' has failed to maintain principal stability resulting in a realized or unrealized loss of principal.

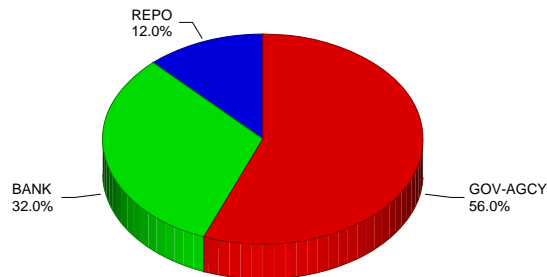
**G** The letter 'G' follows the rating symbol when a fund's portfolio consists primarily of direct U.S. government securities.

**Plus (+) or Minus (-)**  
The ratings may be modified by the addition of a plus (+) or minus (-) sign to show relative standing within the rating categories.

**About the Fund**

<b>Fund Rating</b>	<b>AAAm</b>
<b>Fund Type</b>	Stable NAV Government Investment Pool
<b>Investment Adviser</b>	Colorado Investor Services Corp.
<b>Portfolio Manager</b>	Randy S. Palomba, CFA
<b>Date Rating Assigned</b>	November 1992
<b>Custodian</b>	Wells Fargo Bank, N.A.
<b>Distributor</b>	Colorado Investor Services Corp.

**Portfolio Composition as of September 29, 2009**



GOV-AGCY - Agency and Government; BANK - Bank Deposits; REPO - Repurchase Agreement

**Rationale**

Colorado Local Government Liquid Asset Trust 'COLOTRUST PRIME' is rated 'AAAm' by Standard & Poor's. The rating signifies an extremely strong capacity to maintain principal stability and to limit exposure to principal losses due to credit, market, and/or liquidity risks. This is achieved through conservative investment practices and strict internal controls. Standard & Poor's monitors the portfolio on a weekly basis.

**Overview**

COLOTRUST PRIME is a short-term money market fund organized in conformity with Part 7 of Article 75 of Title 24, Colorado Revised Statutes. The portfolio offers Colorado governmental entities a convenient and efficient means to pool their funds to take advantage of short-term investments and maximize net interest earnings. COLOTRUST PRIME's investment objective is to obtain as high a level of current income as is consistent with the preservation of capital and liquidity. The other portfolio offered by the Trust is COLOTRUST PLUS+, which also has a 'AAAm' rating. The COLOTRUST PRIME portfolio has been in operation since January 1, 1985.

**Management**

The investment advisor for COLOTRUST PRIME is Colorado Investor Services Corporation, (CISC), a Denver, Colorado based investment advisor and a wholly owned subsidiary of MBIA Asset Management. The administration, marketing, and operation functions of the portfolio are also performed by CISC. The Trust is subject to the general supervision of the Board of Trustees. The Board of Trustees is elected from COLOTRUST Participants. The portfolio manager is responsible for making all of the investment decisions for the portfolio. Wells Fargo Bank N.A. is custodian of the portfolio's securities and cash. Additionally, MBIA Inc. has agreed to pay COLOTRUST such amounts

of money as required to cover losses realized by the two portfolios (COLOTRUST PRIME and COLOTRUST PLUS+) which result in a decline in net asset value per share below \$0.9950. MBIA's undertaking is subject to conditions and limitations, and has not been reviewed by Standard & Poor's in assigning its rating which is based on the pool's credit quality, market price exposure, and management.

**Portfolio Assets**

COLOTRUST PRIME invests in U.S. Treasury Securities, Federal Instrumentality Securities, Agency Securities, Collateralized Bank Deposits, Repurchase Agreements and Tri-Party Repurchase Agreements. The portfolio's weighted average maturity is kept under 60 days, which further helps to enhance liquidity and limits market price exposure. Portfolio securities are priced to market on a weekly basis.

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*Investors should consider the investment objectives, risks and charges and expenses of the fund before investing. The prospectus which can be obtained from your broker-dealer, contains this and other information about the fund and should be read carefully before investing. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation of any other government agency. Although the fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the fund.*

**Principal Stability Rating Approach and Criteria**

Principal Stability Fund Rating, also known as a Money Market Rating, is a current opinion of a fund's capacity to maintain stable principal or net asset value. When assigning a Principal Stability rating to a fund, Standard & Poor's focuses on the creditworthiness of a fund's investments and counterparties, the market price exposure of its investments, sufficiency of the fund's portfolio liquidity, and management's ability and policies to maintain the fund's stable net asset value by limiting exposure to loss. A money market fund rating evaluates:

**Credit risk:** credit quality, types, and diversity of portfolio investment;

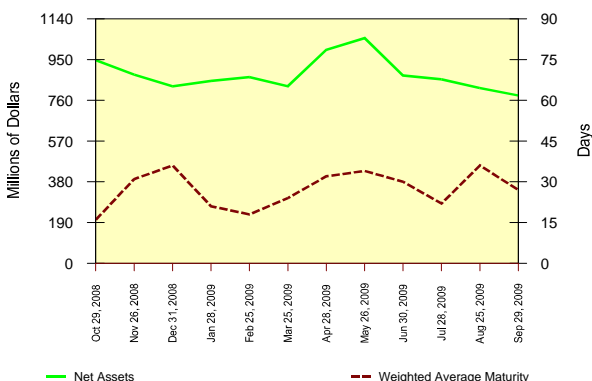
**Market price exposure:** degree of liquidity of investments, distribution and average length of maturities, and volatility of portfolio cash flows;

**Management:** philosophy, operating policies and procedures.

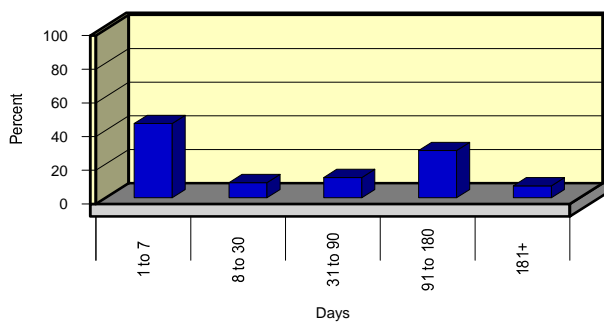
**Data Bank as of September 29, 2009**

Net Asset Value per Share.....	\$1.00019	Net Assets (millions).....	\$782.33	Inception Date.....	January 1985
Weighted Average Maturity.....	27 days	7 Day Yield.....	0.25%		

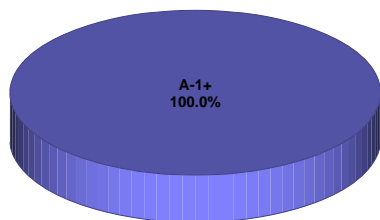
**Net Assets and Weighted Average Maturity (WAM)**



**Portfolio Maturity Distribution as of September 29, 2009**

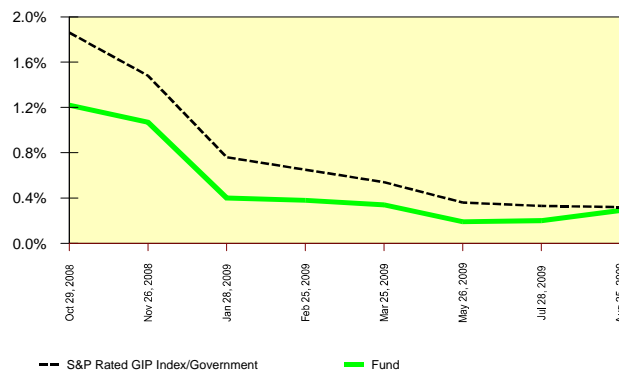


**Portfolio Credit Quality as of September 29, 2009 \***



\*As assessed by Standard & Poor's

**Portfolio 7 Day Yield Comparison \***



\*S&P Money Fund Indices are calculated weekly by iMoneyNet, Inc., and are comprised of funds rated or assessed by S&P to within the specific rating categories. The S&P Rated GIP Indices are calculated weekly by S&P and are comprised of 'AAAm' and 'AAm' government investment pools.

The yield quoted represents past performance. Past performance does not guarantee future results. Current yield may be lower or higher than the yield quoted. Performance data current to the most recent month-end may be available by calling the Fund at the phone number listed in the "About the Fund" section on page 1.

Fund portfolios are monitored weekly for developments that could cause changes in the ratings. Rating decisions are based on periodic meetings with senior fund executives and public information.

The Principal Stability Fund Rating for this fund issued by Standard & Poor's can be found in the 'About the Fund' section on page 1. The rating is current as of the date of this profile report. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same rating or perform in the future as rated. Not all money market funds have principal stability fund ratings and those that do may have paid for them. The fact that a fund has a rating is not an indication that it is more or less risky or volatile than a fund that does not. The fund or a third party participating in the marketing of fund shares paid Standard & Poor's for this rating. Standard & Poor's receives no payment for disseminating ratings, except for subscriptions to its publications.

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