



Massachusetts Municipal Depository Trust

Annual Report, June 30, 2014

Steven Grossman, Trustee

Contents

Letter.....	1
MMDT Cash Portfolio Management’s Discussion and Analysis.....	2
MMDT Cash Portfolio of Investments	3
MMDT Cash Portfolio Financials	10
MMDT Short Term Bond Portfolio Management’s Discussion and Analysis.....	13
MMDT Short Term Bond Portfolio Investments.....	14
MMDT Short Term Bond Portfolio Financials.....	31
Notes to Financial Statements.....	34
Independent Auditors’ Report	39



Commonwealth of Massachusetts
Department of the State Treasurer
State House, Room 227
Boston, MA 02133

Dear MMDT Participant,

I am pleased to present you with the Massachusetts Municipal Depository Trust (MMDT) Annual Report, which contains information for the fiscal year ended June 30, 2014 (please refer to the financial highlights section for standard performance). Both the MMDT Cash Portfolio and MMDT Short Term Bond Portfolio have outperformed their benchmarks for the period.

With a total return of 0.19% for the 12-month period ending June 30, 2014, MMDT Cash Portfolio outperformed the “first-tier institutional money-market fund average” of 0.02% during the same period.* This benchmark measures net performance of the highest credit quality, institutionally priced prime money funds—a commendable achievement given this challenging low-rate environment.

During the reporting period, the weighted average maturity of the MMDT Cash Portfolio has been targeted in the 45-55 day range, seeking to gather as much available yield as possible from the steepness of the curve. In addition, maximizing the 3% allowable in second-tier securities within the Cash Portfolio has contributed to the outperformance, as has the overnight reverse repurchase agreement facility introduced by the Federal Reserve in the fall. The latter established a floor for overnight rates that had been trading near zero.

The MMDT Short Term Bond Portfolio also performed well as the total return for the fiscal year ended June 30, 2014 was 1.98%, outperforming the Barclays 1-5 Year Government/Credit Index return for the same period of 1.84%. With rates low, the management team strategically positioned the portfolio to prepare for interest-rate movement and continues to focus on sector allocation, yield-curve positioning, security selection and investment-grade corporate exposure.

If you have any questions regarding this report, please contact Federated Investors at 888-965-6638 or call First Deputy Treasurer James MacDonald at 617-367-9333, extension 570.

As always, thank you for your investment with the MMDT.

Sincerely,

Steven Grossman

Treasurer and Receiver General
Commonwealth of Massachusetts

* Source, iMoneyNet, Inc. as of June 30, 2014.

Past performance is no guarantee of future results.

For more complete information, visit www.mymmdt.com. You should consider the investment's objectives, risks, charges and expenses carefully before you invest. Information about these and other important subjects is in the Investment Circular, which you should read carefully before investing.

An investment in the Massachusetts Municipal Depository Trust Cash Portfolio is not a deposit of a bank and is neither insured nor guaranteed by the Commonwealth of Massachusetts or the U.S. government, the Federal Deposit Insurance Corporation (FDIC) or any other government agency. Although the Cash Portfolio seeks to preserve the value of your investment at \$1.00 per unit, it is possible to lose money by investing in the Portfolio. The Portfolio's yield will vary from day to day based on changes in interest rates and market changes.

Units of Participation of the Massachusetts Municipal Depository Trust (MMDT) are offered by the Commonwealth of Massachusetts. MMDT's investments are managed by Federated Investment Counseling. Federated Investors acts as a servicing agent to the MMDT.

MMDT Cash Portfolio

Management's Discussion and Analysis / Year Ended June 30, 2014

The MMDT Cash Portfolio management's discussion and analysis is designed to focus on pertinent financial information and provide a performance overview for the year ended June 30, 2014. During the 12-month reporting period, the Federated MMDT portfolio management team consistently applied a disciplined money management process to remain consistent with the portfolio's goals of maximizing yield potential while preserving liquidity. This approach weighs macro factors such as interest-rate trends and yield-curve positioning, and relies on a portfolio construction process that complies with the MMDT Cash Portfolio Investment Circular. At its core is a stringent credit review process that, in addition to and independent of third-party evaluations, includes a proprietary rating of every issuer considered for inclusion on the approved issuers list.

The reporting period began with the U.S. Federal Reserve (Fed) hinting that it might soon whittle down its \$85 billion in monthly purchases of government and agency bonds, and it ended with the tapering of this quantitative easing (QE) nearly halfway complete. The first \$10 billion reduction took place in January, and at the end of June the Fed, under new chair Janet Yellen, was purchasing \$45 billion a month. The initial decision to taper was based on an improving domestic economy in 2013, but a brutal winter froze growth in its tracks. This caused Fed policymakers to take a more cautious approach to the other half of its monetary accommodation equation: the raising of the target federal funds rate from the 0% to 0.25% range.

In the last half of the period, geopolitical conflicts led investors to numerous flight-to-safety purchases to longer-term Treasuries, driving down long-term yields. Although

money-market rates were not impacted to the same extent as longer bond yields, we did see the London interbank offered rates (Libor) drift lower throughout the year. One bright spot on the money-market curve was the rate for overnight securities such as repurchase agreements. In September 2013, the New York Fed began a new program called the overnight reverse repurchase agreement facility. This facility allows approved counterparties to buy Treasury repurchase agreements from the Fed instead of the market and receive a five basis point return. While low, it established a floor for overnight rates that had been trading in the zero to low single digits prior to the implementation of the facility.

For the period ending June 30, 2014, the cash market as measured by Libor was as follows: Year-to-year, 1-month Libor dropped from 0.20% to 0.15% and 3-month Libor fell from 0.27% to 0.23%. With a total return of 0.19%, MMDT Cash Portfolio outperformed that of the "first-tier institutional money-market fund average" of 0.02% during the same period.*

At June 30, 2014, the portfolio's \$7.4 billion in securities had a weighted average maturity of 57 days, with commercial paper and notes accounting for 37% of the assets, followed by bank instruments, 27%; variable-rate instruments, 16%; and repurchase agreements, 20%.

* Source, iMoneyNet, Inc. as of June 30, 2014.

Past performance is no guarantee of future results.

MMDT Cash Portfolio

Portfolio of Investments / June 30, 2014

Principal Amount		Value
	ASSET-BACKED SECURITIES—1.9%	
	Finance - Automotive—0.6%	
\$ 19,157,349	^{1,2} MMCA Auto Owner Trust 2014-A, Class A1, 0.250%, 5/15/2015	\$ 19,157,349
3,266,930	Mercedes-Benz Auto Lease Trust 2013-B, Class A1, 0.260%, 12/15/2014	3,266,930
20,000,000	³ Santander Drive Auto Receivables Trust 2014-3, Class A1, 0.250%, 6/15/2015	20,000,000
	TOTAL	42,424,279
	Finance - Retail—1.3%	
100,000,000	^{1,2} Fosse Master Issuer PLC Series 2014-1, Class A1, 0.274%, 4/18/2015	100,000,000
	TOTAL ASSET-BACKED SECURITIES	142,424,279
	CERTIFICATES OF DEPOSIT—36.2%	
	Finance - Banking—36.2%	
160,000,000	BNP Paribas SA, 0.110%, 7/7/2014	160,000,000
50,000,000	³ Bank of Montreal, 0.220%, 7/30/2014	50,000,000
33,000,000	³ Bank of Montreal, 0.224%, 7/17/2014	33,000,000
25,000,000	³ Bank of Montreal, 0.224%, 7/24/2014	25,000,000
50,000,000	³ Bank of Montreal, 0.229%, 8/20/2014	50,000,000
80,000,000	³ Bank of Montreal, 0.231%, 7/1/2014	80,000,000
50,000,000	Bank of Nova Scotia, Toronto, 0.240%, 10/20/2014	50,000,000
75,000,000	Bank of Nova Scotia, Toronto, 0.250%, 3/12/2015	75,000,000
50,000,000	Bank of Nova Scotia, Toronto, 0.250%, 8/7/2014	50,000,000
31,000,000	³ Bank of Nova Scotia, Toronto, 0.292%, 7/11/2014	31,000,000
356,000,000	Bank of Tokyo-Mitsubishi UFJ Ltd., 0.100% – 0.150%, 7/7/2014 – 7/28/2014	356,000,000
50,000,000	Chase Bank USA, N.A., 0.300%, 5/15/2015	50,000,000
37,200,000	Citizens Bank, N.A., Providence, 0.300%, 7/25/2014	37,200,000
185,000,000	Credit Agricole Corporate and Investment Bank, 0.210% – 0.240%, 8/15/2014 – 10/2/2014	185,000,000
145,000,000	Credit Suisse, Zurich, 0.150% – 0.220%, 7/31/2014 – 9/18/2014	145,000,000
100,000,000	Credit Suisse, Zurich, 0.230%, 8/19/2014	100,000,000
50,000,000	Credit Suisse, Zurich, 0.230%, 8/25/2014	50,000,000
50,000,000	³ Deutsche Bank AG, 0.246%, 7/23/2014	50,000,000
100,000,000	³ Deutsche Bank AG, 0.480%, 7/1/2014	100,000,000
260,000,000	Mizuho Bank Ltd., 0.150% – 0.200%, 7/16/2014 – 9/12/2014	260,000,000
58,000,000	Natixis, 0.220% – 0.250%, 8/6/2014 – 9/22/2014	58,000,000
85,000,000	³ Natixis, 0.244%, 7/10/2014	85,000,000
20,000,000	³ Royal Bank of Canada, Montreal, 0.231%, 7/28/2014	20,000,000

Principal Amount		Value
CERTIFICATES OF DEPOSIT—continued		
Finance - Banking—continued		
\$ 4,500,000	³ Societe Generale, Paris, 0.231%, 7/8/2014	\$ 4,499,753
150,000,000	³ Sumitomo Mitsui Banking Corp., 0.215%, 7/21/2014	150,000,000
238,000,000	Sumitomo Mitsui Banking Corp., 0.220% – 0.230%, 7/25/2014 – 10/22/2014	238,000,000
50,000,000	³ Toronto Dominion Bank, 0.214%, 7/18/2014	50,000,000
25,000,000	³ Toronto Dominion Bank, 0.226%, 7/15/2014	25,000,000
100,000,000	Toronto Dominion Bank, 0.250% – 0.350%, 7/10/2014 – 1/27/2015	100,000,000
	TOTAL CERTIFICATES OF DEPOSIT	2,667,699,753
COLLATERALIZED LOAN AGREEMENTS—7.2%		
Finance - Banking—7.2%		
9,000,000	BNP Paribas Securities Corp., 0.132%, 7/1/2014	9,000,000
94,000,000	Credit Suisse Securities (USA) LLC, 0.700%, 9/26/2014	94,000,000
50,000,000	J.P. Morgan Securities LLC, 0.324%, 9/11/2014	50,000,000
100,000,000	Mizuho Securities USA, Inc., 1.156%, 9/11/2014	100,000,000
75,000,000	Pershing LLC, 0.284% – 0.335%, 7/1/2014	75,000,000
200,000,000	RBC Capital Markets, LLC, 0.406%, 7/10/2014	200,000,000
	TOTAL COLLATERALIZED LOAN AGREEMENTS	528,000,000
COMMERCIAL PAPER—34.0%⁴		
Aerospace/Auto—0.9%		
23,400,000	^{1,2} Nissan Motor Acceptance Corp., (Nissan Motor Co., Ltd. SA), 0.250%, 7/9/2014 – 7/25/2014	23,396,786
40,000,000	³ Toyota Motor Credit Corp., (Toyota Motor Corp. SA), 0.202%, 7/25/2014	40,000,000
	TOTAL	63,396,786
Consumer Products—2.1%		
4,200,000	^{1,2} Clorox Co., 0.240%, 7/3/2014	4,199,944
150,000,000	Unilever N.V., 0.220% – 0.260%, 9/3/2014 – 11/12/2014	149,903,833
	TOTAL	154,103,777
Containers & Packaging—0.0%		
2,750,000	^{1,2} Bemis Co., Inc., 0.240%, 7/8/2014	2,749,872
Finance - Banking—19.3%		
36,645,000	BNP Paribas Finance, Inc., 0.200%, 8/11/2014	36,636,653
100,000,000	Barclays US Funding Corp., 0.210%, 8/19/2014	99,971,417
105,000,000	^{1,2} Bedford Row Funding Corp., (GTD by Royal Bank of Canada, Montreal), 0.301%, 6/1/2015 – 6/17/2015	104,701,208
10,000,000	^{1,2} Cancara Asset Securitization LLC, 0.080%, 7/1/2014	10,000,000
1,900,000	Credit Agricole North America, Inc., 0.230%, 8/14/2014	1,899,466
50,000,000	^{1,2} Gotham Funding Corp., 0.160%, 7/2/2014	49,999,778

Principal Amount		Value
COMMERCIAL PAPER—continued⁴		
Finance - Banking—continued		
\$ 50,000,000	HSBC USA, Inc., 0.225%, 11/24/2014	\$ 49,954,375
385,000,000	ING (U.S.) Funding LLC, 0.205% – 0.210%, 7/3/2014 – 10/2/2014	384,935,540
153,000,000	^{1,2} J.P. Morgan Securities LLC, 0.230%, 10/21/2014 – 12/3/2014	152,871,398
50,000,000	^{1,2} LMA-Americas LLC, 0.220%, 8/21/2014	49,984,417
20,000,000	^{1,2} Manhattan Asset Funding Company LLC, 0.220%, 9/26/2014	19,989,367
200,000,000	^{1,2} Matchpoint Master Trust, 0.210% – 0.220%, 8/18/2014 – 8/19/2014	199,942,541
129,000,000	^{1,2} Nationwide Building Society, 0.200% – 0.210%, 7/22/2014 – 9/25/2014	128,954,535
25,000,000	PNC Bank, N.A., 0.300%, 11/4/2014	25,000,000
25,000,000	PNC Bank, N.A., 0.300%, 12/12/2014	24,999,998
50,000,000	PNC Bank, N.A., 0.310%, 1/13/2015	50,000,000
30,000,000	PNC Bank, N.A., 0.310%, 1/16/2015	30,000,000
3,000,000	Societe Generale North America, Inc., (GTD by Societe Generale, Paris), 0.190%, 8/6/2014	2,999,430
	TOTAL	1,422,840,123
Finance - Commercial—3.0%		
43,000,000	^{1,2} Alpine Securitization Corp., 0.210%, 9/9/2014	42,982,442
55,000,000	^{1,2} Atlantic Asset Securitization LLC, 0.240%, 10/3/2014	54,965,533
40,000,000	^{1,2} Sheffield Receivables Corp., 0.180%, 7/22/2014	39,995,800
81,000,000	^{1,2} Versailles Commercial Paper LLC, 0.150% – 0.220%, 7/1/2014 – 9/26/2014	80,964,910
	TOTAL	218,908,685
Finance - Retail—7.5%		
143,850,000	^{1,2} Barton Capital LLC, 0.200%, 8/20/2014 – 9/17/2014	143,807,436
26,255,000	^{1,2} CAFCO, LLC, 0.160% – 0.230%, 9/3/2014 – 12/5/2014	26,246,630
193,000,000	^{1,2} Chariot Funding LLC, 0.210% – 0.301%, 7/21/2014 – 3/3/2015	192,851,834
141,000,000	^{1,2} Jupiter Securitization Co. LLC, 0.230% – 0.301%, 7/7/2014 – 3/12/2015	140,863,336
500,000	^{1,2} Salisbury Receivables Company LLC, 0.200%, 7/22/2014	499,942
50,000,000	^{1,2} Starbird Funding Corp., 0.190%, 8/27/2014	49,984,958
	TOTAL	554,254,136
Oil & Oil Finance—0.6%		
40,115,000	^{1,2} Enbridge (U.S.) Inc., (GTD by Enbridge, Inc.), 0.240% – 0.270%, 7/3/2014 – 7/28/2014	40,109,719

Principal Amount		Value
	COMMERCIAL PAPER—continued⁴	
	Telecommunications—0.6%	
\$ 22,600,000	^{1,2} Bell Canada, 0.240%, 7/2/2014 – 7/22/2014	\$ 22,598,636
23,100,000	^{1,2} NBC Universal Enterprise, Inc., (GTD by Comcast Corp.), 0.240%, 7/3/2014 – 7/11/2014	23,099,489
	TOTAL	45,698,125
	TOTAL COMMERCIAL PAPER	2,502,061,223
	CORPORATE BONDS—1.6%	
	Finance - Banking—0.2%	
13,441,000	Barclays Bank PLC, 5.200%, 7/10/2014	13,457,375
1,500,000	J.P. Morgan Chase & Co., 3.700%, 1/20/2015	1,526,390
500,000	Royal Bank of Canada, Montreal, 1.450%, 10/30/2014	501,884
	TOTAL	15,485,649
	Finance - Commercial—1.1%	
6,099,000	³ General Electric Capital Corp., 0.491%, 9/15/2014	6,102,411
18,600,000	General Electric Capital Corp., 1.625%, 7/2/2015	18,838,408
450,000	General Electric Capital Corp., 3.500%, 6/29/2015	464,011
20,400,000	General Electric Capital Corp., 3.750%, 11/14/2014	20,661,965
27,394,000	General Electric Capital Corp., 4.750%, 9/15/2014	27,640,843
6,650,000	General Electric Capital Corp., 4.875%, 3/4/2015	6,854,123
	TOTAL	80,561,761
	Finance - Retail—0.0%	
1,875,000	American Express Credit Corp., 5.125%, 8/25/2014	1,888,602
	Insurance—0.3%	
15,600,000	^{1,2} Metropolitan Life Global Funding I, 2.000%, 1/9/2015	15,737,085
985,000	^{1,2} New York Life Global Funding, 1.300%, 1/12/2015	990,180
	TOTAL	16,727,265
	TOTAL CORPORATE BONDS	114,663,277
	CORPORATE NOTES—0.1%	
	Finance - Banking—0.0%	
306,000	Australia & New Zealand Banking Group, Melbourne, 2.125%, 9/19/2014	307,241
	Insurance—0.1%	
10,850,000	^{1,2} Metropolitan Life Global Funding I, 1.700%, 6/29/2015	10,996,217
	TOTAL CORPORATE NOTES	11,303,458
	NOTES - VARIABLE—5.6%³	
	Aerospace/Auto—0.8%	
55,000,000	Toyota Motor Credit Corp., (Toyota Motor Corp. SA), 0.227%, 7/14/2014	55,000,000
3,000,000	Toyota Motor Credit Corp., (Toyota Motor Corp. SA), 0.380%, 7/8/2014	3,003,134

Principal Amount		Value
NOTES - VARIABLE—continued³		
Aerospace/Auto—continued		
\$ 325,000	Toyota Motor Credit Corp., (Toyota Motor Corp. SA), 0.380%, 9/10/2014	\$ 325,349
826,000	Toyota Motor Credit Corp., Sr. Unsecured, (Toyota Motor Corp. SA), 0.397%, 9/5/2014	826,649
	TOTAL	59,155,132
Finance - Banking—3.6%		
12,000,000	Allen County, KY, (Series 2005), (SunTrust Bank LOC), 0.210%, 7/2/2014	12,000,000
2,700,000	Collier County, FL IDA, (Series 2005), (SunTrust Bank LOC), 0.220%, 7/2/2014	2,700,000
6,000,000	District of Columbia Revenue, (Series 2007), (SunTrust Bank LOC), 0.210%, 7/2/2014	6,000,000
2,500,000	District of Columbia Revenue, (Series 2007), (SunTrust Bank LOC), 0.210%, 7/2/2014	2,500,000
100,000,000	JPMorgan Chase Bank, N.A., 0.351%, 9/8/2014	100,000,000
100,000,000	PNC Bank, N.A., 0.466%, 9/20/2014	100,000,000
3,905,000	Rhode Island State Health and Educational Building Corp., (Series 2006A: Catholic School Pool Program Issue), (Citizens Bank, N.A., Providence LOC), 0.300%, 7/1/2014	3,905,000
25,000,000	Royal Bank of Canada, Montreal, 0.460%, 7/7/2014	25,030,113
3,850,000	South Carolina Jobs-EDA, (Series 2008), (SunTrust Bank LOC), 0.210%, 7/2/2014	3,850,000
8,450,000	Toronto Dominion Bank, Sr. Unsecured, MTN, 0.403%, 8/7/2014	8,462,850
	TOTAL	264,447,963
Finance - Commercial—0.4%		
25,000,000	^{1,2} Fairway Finance Co. LLC, 0.195%, 7/21/2014	25,000,000
2,665,000	General Electric Capital Corp., 1.261%, 7/2/2014	2,692,953
2,110,000	General Electric Capital Corp., Sr. Unsecured, MTN, 1.029%, 7/9/2014	2,118,890
	TOTAL	29,811,843
Government Agency—0.2%		
5,000,000	Berkeley County, SC IDB, (Series 1997), 0.360%, 7/2/2014	5,000,000
13,200,000	Berkeley County, SC IDB, 0.360%, 7/2/2014	13,200,000
	TOTAL	18,200,000
Metals—0.6%		
41,500,000	St. James Parish, LA, (Series 2010A-1), (GTD by Nucor Corp.), 0.300%, 7/2/2014	41,500,000
	TOTAL NOTES - VARIABLE	413,114,938
REPURCHASE AGREEMENTS—13.4%		
237,470,000	Interest in \$2,750,000,000 joint repurchase agreement 0.07%, dated 6/30/2014 under which Credit Agricole CIB New York will repurchase securities provided as collateral for \$2,750,005,347 on 7/1/2014. The securities provided as collateral at the end of the period held with The Bank of New York Mellon, tri-party agent, were U.S. Treasury securities with various maturities to 2/15/2044 and the market value of those underlying securities was \$2,805,005,491.	237,470,000

Principal Amount		Value
REPURCHASE AGREEMENTS—continued		
\$450,000,000	Interest in \$2,000,000,000 joint repurchase agreement 0.10%, dated 6/30/2014 under which Natixis Financial Products LLC will repurchase securities provided as collateral for \$2,000,005,556 on 7/1/2014. The securities provided as collateral at the end of the period held with The Bank of New York Mellon, tri-party agent, were U.S. Government Agency and U.S. Treasury securities with various maturities to 9/15/2055 and the market value of those underlying securities was \$2,042,538,365.	\$ 450,000,000
300,000,000	Interest in \$500,000,000 joint repurchase agreement 0.11%, dated 6/30/2014 under which Societe Generale, New York will repurchase securities provided as collateral for \$500,001,528 on 7/1/2014. The securities provided as collateral at the end of the period held with The Bank of New York Mellon, tri-party agent, were U.S. Government Agency securities with various maturities to 6/25/2044 and the market value of those underlying securities was \$512,573,216.	300,000,000
	TOTAL REPURCHASE AGREEMENTS (AT COST)	987,470,000
	TOTAL INVESTMENTS—100.0% (AT AMORTIZED COST)⁵	7,366,736,928
	OTHER ASSETS AND LIABILITIES – NET—0.0%⁶	2,278,971
	TOTAL NET POSITION—100%	\$7,369,015,899

1 Denotes a restricted security that either: (a) cannot be offered for public sale without first being registered, or being able to take advantage of an exemption from registration, under the Securities Act of 1933; or (b) is subject to a contractual restriction on public sales. At June 30, 2014, these restricted securities amounted to \$1,777,641,342, which represented 24.1% of total net position.

2 Denotes a restricted security that may be resold without restriction to “qualified institutional buyers” as defined in Rule 144A under the Securities Act of 1933. At June 30, 2014, these liquid restricted securities amounted to \$1,777,641,342, which represented 24.1% of total net position.

3 Denotes a variable rate security with current rate and next reset date shown.

4 Each issue shows the rate of discount at the time of purchase for discount issues, or the coupon for interest-bearing issues.

5 Also represents cost for federal tax purposes.

6 Assets, other than investments in securities, less liabilities. See Statement of Net Position.

Note: The categories of investments are shown as a percentage of total net position at June 30, 2014.

Various inputs are used in determining the value of the Fund’s investments.

These inputs are summarized in the three broad levels listed below:

Level 1—quoted prices in active markets for identical securities, including investment companies with daily net asset values, if applicable.

Level 2—other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.). Also includes securities valued at amortized cost.

Level 3—significant unobservable inputs (including the Fund’s own assumptions in determining the fair value of investments).

The inputs or methodology used for valuing securities are not an indication of the risk associated with investing in those securities.

As of June 30, 2014, all investments of the Fund are valued at amortized cost, which is considered a Level 2 input, in valuing the Fund’s assets.

The following acronyms are used throughout this portfolio:

EDA —Economic Development Authority

GTD —Guaranteed

IDA —Industrial Development Authority

IDB —Industrial Development Bond

LOC —Letter of Credit

MTN —Medium Term Note

SA —Support Agreement

See Notes which are an integral part of the Financial Statements

MMDT Cash Portfolio

Financial Statements

Statement of Net Position

At June 30, 2014

Assets

Investment in securities, at amortized cost, which approximates fair value (including repurchase agreements of \$987,470,000)	\$7,366,736,928
Cash	35,972
Receivable for units sold	919,816
Interest receivable	2,473,579
TOTAL ASSETS	7,370,166,295

Liabilities

Payable for units redeemed	134,071
Payable for investments purchased	826,886
Distributions payable	189,439
TOTAL LIABILITIES	1,150,396

Net Position **\$7,369,015,899**

Net Position Consists of:

Beneficial Interest	\$7,368,964,082
Accumulated net realized gain on investments	39,894
Undistributed net investment income	11,923
TOTAL NET POSITION	\$7,369,015,899

Net Position Value Per Unit

\$7,369,015,899 / 7,368,964,082 units outstanding \$1.00

See Notes which are an integral part of the Financial Statements

MMDT Cash Portfolio

Financial Statements

Statement of Changes in Net Position

Year Ended June 30, 2014

Additions

Interest income	\$ 18,074,196
Management fee	(4,026,626)
Net Investment Income	14,047,570
Net realized gain on investments	237,241
Proceeds from sales of units and reinvestment of distributions	56,068,003,497
TOTAL ADDITIONS	56,082,288,308

Deductions

Cost of units redeemed	57,089,065,178
Distributions to unit holders	
Distributions from net investment income	14,059,305
Distributions from realized gain on investments	198,260
TOTAL DEDUCTIONS	57,103,322,743

Change in net position	(1,021,034,435)
------------------------	-----------------

Net Position:

Beginning of year	8,390,050,334
End of year (including undistributed net investment income of \$11,923)	\$ 7,369,015,899

See Notes which are an integral part of the Financial Statements

MMDT Cash Portfolio

Financial Statements

Financial Highlights

Years Ended June 30,	2014 ⁴	2013 ⁴	2012	2011	2010
Selected Per-Unit Data					
Net Position Value, Beginning of Year	\$1.00	\$1.00	\$1.00	\$1.00	\$1.00
Income from Investment Operations					
Net investment income ³	0.002	0.002	0.003	0.003	0.004
Distributions to unit holders	(0.002)	(0.002)	(0.003)	(0.003)	(0.004)
Net Position Value, End of Year	\$1.00	\$1.00	\$1.00	\$1.00	\$1.00
Total Return	0.19%	0.22%	0.28% ¹	0.31% ¹	0.44% ¹

Ratios to Average Net Position²

Expenses before deductions	0.05%	0.08%	0.09%	0.09%	0.09%
Expenses net of fee waivers, if any	0.05%	0.08%	0.09%	0.09%	0.09%
Expenses net of all reductions	0.05%	0.08%	0.09%	0.09%	0.09%
Net investment income ³	0.19%	0.22%	0.28%	0.30%	0.44%

Supplemental Data

Net position, end of year (000 omitted)	\$7,369,016	\$8,390,050	\$9,511,690	\$8,636,804	\$7,175,578
--	-------------	-------------	-------------	-------------	-------------

- ¹ Total returns would have been lower if certain expenses had not been reduced.
- ² Expense ratios reflect operating expenses of the Fund. Expenses before reductions do not reflect amounts reimbursed or waived or reductions from expense offset arrangements and do not represent the amount paid by the Fund during periods when reimbursements, waivers or reductions occur. Expenses net of fee waivers reflect expenses after reimbursement and waivers but prior to reductions from expense offset arrangements. Expenses net of all reductions represent the net expenses paid by the Fund.
- ³ Adjusted to reflect realized gains or losses, if any.
- ⁴ For the years ended June 30, 2014 and 2013, the Fund was audited by KPMG LLP. The previous years were audited by another independent registered public accounting firm.

See Notes which are an integral part of the Financial Statements

MMDT Short Term Bond Portfolio Management's Discussion and Analysis / Year Ended June 30, 2014

The MMDT Short Term Bond Portfolio management's discussion and analysis is designed to assist the reader in focusing on pertinent financial information and provide a performance overview for the year ended June 30, 2014.

During the 12-month reporting period, the Federated MMDT portfolio management team consistently applied a disciplined fixed-income investment process, using duration, sector allocation, yield curve positioning and fundamental security selection decisions in an effort to achieve the investment goals of the portfolio. The strategy is to increase the portfolio yield and total-return potential, primarily by increasing investment-grade corporate exposure, as a means of offsetting expected price erosion from higher interest rates. Over the past year, we have gradually reduced duration and increased the allocation to investment-grade corporate securities. In addition, we have actively reduced the number of fully valued securities, replacing them with securities that we believe have higher total return potential, in an attempt to provide more focus to the portfolio. As an example, we have reduced exposure to highly rated international banks and increased exposure to regional banks in the U.S., which provide a higher proportion of commercial and industrial loans. We also have reduced holdings of foreign governments and their provinces, substituting a portion of these with holdings of energy companies, as well as a small allocation to Treasury Inflation Protection Securities (TIPS) as a hedge against higher inflation.

At June 30, 2014, the portfolio was positioned as follows: duration was 2.18 years, approximately 82% of the Barclays 1-5 Year Government/Credit Index, and sector

allocation was underweight U.S. Treasuries and U.S. Government Agencies and overweight investment-grade corporates, with an allocation to asset-backed securities, 6.5%; commercial mortgage-backed securities, 3.1%; and residential mortgage-backed securities, 4.2%.

The portfolio faced considerable market volatility during the last twelve months, as rising clarity about the direction of Federal Reserve policy and improving economic data increased confidence that interest rates would be biased higher. Through this period, the bond portfolio continued its strategy of lower-than-market interest-rate sensitivity, focusing on adding securities that should benefit from an improving economy, in order to offset the price erosion from expected higher rates. As of the date of this writing, we continue our longer-term positioning for higher interest rates as a means of protecting principal.

Over the last year, the net value per unit increased, beginning at \$10.57/unit and ending at \$10.64. The portfolio outperformed the Barclays 1-5 Year Government/Credit Index, largely due to sector positioning and security selection, a sign that active management and a new strategy benefitted participants.

Past performance is no guarantee of future results.

MMDT Short Term Bond Portfolio

Portfolio of Investments / June 30, 2014

Principal Amount or Shares		Value
	ADJUSTABLE RATE MORTGAGES—1.0%	
	Federal Home Loan Mortgage Corporation—0.1%	
\$ 42,313	FHLMC ARM 848185, 2.460%, 8/01/2036	\$ 45,052
23,414	FHLMC ARM 847584, 2.472%, 1/01/2036	24,577
22,310	FHLMC ARM 1J0005, 2.531%, 8/01/2035	23,832
13,018	FHLMC ARM 1N0063, 3.067%, 10/01/2035	13,914
107,355	FHLMC ARM 1B8533, 2.954%, 8/01/2041	112,409
65,974	FHLMC ARM 1B8608, 3.118%, 9/01/2041	69,282
	TOTAL	289,066
	Federal National Mortgage Association—0.9%	
1,322,179	FNMA ARM 689969, 1.795%, 5/01/2033	1,366,932
165,983	FNMA ARM 726017, 1.703%, 8/01/2033	170,998
19,580	FNMA ARM 823810, 2.580%, 6/01/2035	20,898
805,793	FNMA ARM 838441, 2.293%, 8/01/2035	855,158
7,928	FNMA ARM 847787, 1.927%, 10/01/2035	8,293
9,884	FNMA ARM 886983, 2.300%, 6/01/2036	10,493
499,018	FNMA ARM 889946, 2.328%, 5/01/2035	526,921
432,714	FNMA ARM 995415, 2.286%, 10/01/2035	457,586
341,213	FNMA ARM 995609, 2.482%, 4/01/2035	362,899
28,234	FNMA ARM AC8610, 3.607%, 12/01/2039	29,897
66,493	FNMA ARM AD0820, 3.488%, 3/01/2040	69,540
42,159	FNMA ARM AD0066, 2.364%, 12/01/2033	44,546
44,603	FNMA ARM AI4358, 3.030%, 8/01/2041	46,764
	TOTAL	3,970,925
	TOTAL ADJUSTABLE RATE MORTGAGES (IDENTIFIED COST \$4,040,870)	4,259,991
	ASSET-BACKED SECURITIES—6.4%	
	Auto Receivables—2.5%	
116,654	Ally Auto Receivables Trust 2012-2, Class A3, 0.74%, 4/15/2016	116,818
239,077	Ally Auto Receivables Trust 2012-SN1, Class A3, 0.57%, 8/20/2015	239,167
600,000	Ally Master Owner Trust 2012-1, Class A2, 1.44%, 2/15/2017	603,519
600,000	Ally Master Owner Trust 2012-3, Class A2, 1.21%, 6/15/2017	603,913
102,125	Americredit Automobile Receivables Trust 2012-2, Class A3, 1.05%, 10/11/2016	102,256
500,000	Americredit Automobile Receivables Trust 2012-5, Class A3, 0.62%, 6/8/2017	500,356

Principal Amount or Shares		Value
ASSET-BACKED SECURITIES—continued		
Auto Receivables—continued		
\$ 1,000,000	^{1,2,3} BMW Floorplan Master Owner Trust 2012-1, Class A, 0.5517%, 9/15/2017	\$ 1,003,232
840,000	BMW Vehicle Lease Trust 2013-1, Class A3, 0.54%, 9/21/2015	840,869
18,450	BMW Vehicle Owner Trust 2011-A, Class A3, 0.76%, 8/25/2015	18,458
166,461	Bank of America Auto Trust 2012-1, Class A3, 0.78%, 6/15/2016	166,692
211,610	Carmax Auto Owner Trust 2012-3, Class A3, 0.52%, 7/17/2017	211,769
123,781	^{1,2} Enterprise Fleet Financing, LLC Series 2012-1, Class A2, 1.14%, 11/20/2017	124,033
191,468	Ford Credit Auto Lease Trust 2012-B, Class A3, 0.57%, 9/15/2015	191,569
225,833	Ford Credit Auto Owner Trust 2012-B, Class A3, 0.72%, 12/15/2016	226,204
375,676	Ford Credit Auto Owner Trust 2012-D, Class A3, 0.51%, 4/15/2017	375,809
1,100,000	Ford Credit Floorplan Master Owner Trust 2012-4, Class A1, 0.74%, 9/15/2016	1,100,802
730,000	Ford Credit Floorplan Master Owner Trust 2013-1, Class A1, 0.85%, 1/15/2018	732,906
81,858	Honda Auto Receivables Owner Trust 2012-1, Class A3, 0.77%, 1/15/2016	81,984
211,364	Honda Auto Receivables Owner Trust 2012-2, Class A3, 0.70%, 2/16/2016	211,651
230,337	Hyundai Auto Receivables Trust 2012-B, Class A3, 0.62%, 9/15/2016	230,558
950,000	Mercedes-Benz Auto Lease Trust 2013-B, Class A4, 0.76%, 7/15/2019	952,602
880,000	^{1,2} Mercedes-Benz Master Owner Trust 2012-AA, Class A, 0.79%, 11/15/2017	883,405
87,042	³ Nissan Auto Receivables Owner Trust 2011-B, Class A3, 0.95%, 2/16/2016	87,208
1,000,000	Nissan Master Owner Trust Receivables 2012-A, Class A, 0.6217%, 5/15/2017	1,002,802
44,746	Santander Drive Auto Receivables Trust 2012-3, Class A3, 1.08%, 4/15/2016	44,768
280,520	World Omni Auto Receivables Trust 2012-A, Class A3, 0.64%, 2/15/2017	280,929
118,424	World Omni Automobile Lease Securitization Trust 2012-A, Class A3, 0.93%, 11/16/2015	118,553
	TOTAL	11,052,832
Credit Card—3.8%		
1,690,000	American Express Credit Account Master 2012-5, Class A, 0.59%, 5/15/2018	1,692,421
1,460,000	American Express Credit Account Master Trust 2012-2, Class A, 0.68%, 3/15/2018	1,464,123
1,690,000	Capital One Multi-Asset Execution Trust 2013-A1, Class A1, 0.63%, 11/15/2018	1,691,796
2,000,000	Chase Issuance Trust 2012-A3, Class A3, 0.79%, 6/15/2017	2,007,586
1,490,000	Chase Issuance Trust 2012-A5, Class A5, 0.59%, 8/15/2017	1,492,714
2,000,000	Chase Issuance Trust 2012-A8, Class A8, 0.54%, 10/16/2017	2,001,585
840,000	Citibank Credit Card Issuance Trust 2012-A1, Class A1, 0.55%, 10/10/2017	840,811
650,000	Discover Card Master Trust I 2012-A1, Class A1, 0.81%, 8/15/2017	652,011
1,190,000	Discover Card Master Trust I 2012-A3, Class A3, 0.86%, 11/15/2017	1,195,080
1,690,000	Discover Card Master Trust I 2013-A2, Class A2, 0.69%, 8/15/2018	1,692,624
1,440,000	GE Capital Credit Card Master Note Trust, Class A, 0.95%, 6/15/2018	1,444,917

Principal Amount or Shares		Value
	ASSET-BACKED SECURITIES—continued	
	Credit Card—continued	
\$ 540,000	GE Capital Credit Card Master Note Trust, Class A, 1.03%, 1/15/2018	\$ 541,555
	TOTAL	16,717,223
	Equipment Lease—0.1%	
74,929	^{1,2} CIT Equipment Collateral 2012-VT1, Class A3, 1.10%, 8/22/2016	74,974
145,291	^{1,2} GE Equipment Small Ticket LLC Series 2012-1A, Class A3, 1.04%, 9/21/2015	145,481
	TOTAL	220,455
	TOTAL ASSET-BACKED SECURITIES (IDENTIFIED COST \$27,922,507)	27,990,510
	CORPORATE BONDS—36.5%	
	Basic Industry - Chemicals—0.1%	
182,000	Ecolab, Inc., 1.45%, 12/8/2017	182,352
330,000	Sherwin-Williams Co., 1.35%, 12/15/2017	330,644
	TOTAL	512,996
	Basic Industry - Metals & Mining—0.9%	
440,000	BHP Billiton Finance (USA), Ltd., 1.125%, 11/21/2014	441,515
1,500,000	Goldcorp, Inc., Sr. Unsecd. Note, 2.125%, 3/15/2018	1,505,682
1,500,000	Rio Tinto Finance USA Ltd., Sr. Unsecd. Note, 2.25%, 12/14/2018	1,530,444
290,000	Rio Tinto Finance USA PLC, 1.625%, 8/21/2017	293,581
	TOTAL	3,771,222
	Capital Goods - Aerospace & Defense—0.5%	
714,000	Boeing Capital Corp., Sr. Note, 2.125%, 8/15/2016	735,071
1,500,000	Embraer Overseas Ltd., Sr. Unsecd. Note, 6.375%, 1/24/2017	1,661,250
	TOTAL	2,396,321
	Capital Goods - Diversified Manufacturing—0.1%	
114,000	ABB Finance USA, Inc., Sr. Unsecd. Note, 1.625%, 5/8/2017	115,497
314,000	General Electric Co., 0.85%, 10/9/2015	315,641
152,000	Tyco Electronics Group SA, 1.60%, 2/3/2015	153,037
	TOTAL	584,175
	Communications - Cable & Satellite—0.6%	
270,000	NBCUniversal Media LLC, 3.65%, 4/30/2015	277,376
2,015,000	Time Warner Cable, Inc., Sr. Unsecd. Note, 4.125%, 2/15/2021	2,177,945
	TOTAL	2,455,321
	Communications - Media & Entertainment—0.9%	
1,000,000	News America, Inc., 6.90%, 3/1/2019	1,207,805
1,000,000	Omnicom Group, Inc., Sr. Unsecd. Note, 5.90%, 4/15/2016	1,086,074

Principal Amount or Shares		Value
CORPORATE BONDS—continued		
Communications - Media & Entertainment—continued		
\$ 408,000	Time Warner, Inc., 3.15%, 7/15/2015	\$ 419,343
420,000	Viacom, Inc., 2.50%, 9/1/2018	429,648
367,000	Viacom, Inc., Sr. Unsecd. Note, 1.25%, 2/27/2015	369,102
299,000	Walt Disney Co., Sr. Unsecd. Note, Series MTN, 1.10%, 12/1/2017	297,785
	TOTAL	3,809,757
Communications - Telecom Wireless—0.4%		
207,000	America Movil S.A.B. de C.V., Sr. Unsecd. Note, 2.375%, 9/8/2016	213,102
1,400,000	American Tower Corp., Sr. Unsecd. Note, 3.40%, 2/15/2019	1,465,976
92,000	France Telecom, 2.125%, 9/16/2015	93,439
	TOTAL	1,772,517
Communications - Telecom Wirelines—1.5%		
1,500,000	AT&T, Inc., 2.30%, 3/11/2019	1,515,803
710,000	AT&T, Inc., Sr. Note, 2.50%, 8/15/2015	725,585
279,000	AT&T, Inc., Sr. Unsecd. Note, 2.40%, 8/15/2016	287,626
280,000	AT&T, Inc., Sr. Unsecd. Note, 2.95%, 5/15/2016	291,127
1,250,000	Telefonica Emisiones SAU, Sr. Unsecd. Note, 3.729%, 4/27/2015	1,280,795
601,000	³ Verizon Communications, Inc., 2.00%, 11/1/2016	613,873
425,000	³ Verizon Communications, Inc., Floating Rate Note—Sr. Note, Series FRN, 0.6296%, 6/9/2017	425,800
450,000	Verizon Communications, Inc., Floating Rate Note—Sr. Note, Series FRN, 1.7606%, 9/15/2016	462,646
890,000	Verizon Communications, Inc., Sr. Unsecd. Note, 3.65%, 9/14/2018	951,293
	TOTAL	6,554,548
Consumer Cyclical - Automotive—1.3%		
290,000	^{1,2} American Honda Finance Corp., Series 144A, 1.45%, 2/27/2015	291,992
275,000	^{1,2} American Honda Finance Corp., Sr. Unsecd. Note, Series 144A, 2.50%, 9/21/2015	281,564
290,000	^{1,2} Daimler Finance NA LLC, Company Guarantee, Series 144A, 1.65%, 4/10/2015	292,843
300,000	^{1,2} Daimler Finance NA LLC, Series 144A, 1.30%, 7/31/2015	302,500
285,000	^{1,2} Daimler Finance NA LLC, Series 144A, 1.875%, 9/15/2014	285,895
2,250,000	Ford Motor Credit Co., Sr. Unsecd. Note, 3.00%, 6/12/2017	2,348,613
197,000	^{1,2} Hyundai Capital America, Series 144A, 1.625%, 10/2/2015	198,836
440,000	Toyota Motor Credit Corp., Series MTN, 1.25%, 10/5/2017	439,971
510,000	^{1,2} Volkswagen International Finance NV, Company Guarantee, Series 144A, 1.625%, 3/22/2015	515,000
280,000	^{1,2} Volkswagen International Finance NV, Company Guarantee, Series 144A, 2.375%, 3/22/2017	289,242

Principal Amount or Shares		Value
	CORPORATE BONDS—continued	
	Consumer Cyclical - Automotive—continued	
\$ 330,000	^{1,2} Volkswagen International Finance NV, Series 144A, 1.60%, 11/20/2017	\$ 332,432
	TOTAL	5,578,888
	Consumer Cyclical - Lodging—0.5%	
2,000,000	Marriott International, Inc., Sr. Unsecd. Note, 3.00%, 3/1/2019	2,069,690
	Consumer Cyclical - Retailers—0.8%	
575,000	AutoZone, Inc., Sr. Unsecd. Note, 1.30%, 1/13/2017	576,685
136,000	Target Corp., 1.125%, 7/18/2014	136,050
2,000,000	Target Corp., Sr. Unsecd. Note, 5.375%, 5/1/2017	2,239,346
341,000	Wal-Mart Stores, Inc., Sr. Unsecd. Note, 2.25%, 7/8/2015	347,955
127,000	Walgreen Co., 1.80%, 9/15/2017	128,337
	TOTAL	3,428,373
	Consumer Non-Cyclical - Food/Beverage—1.6%	
2,250,000	Coca-Cola Femsa S.A.B de C.V., Sr. Unsecd. Note, 2.375%, 11/26/2018	2,282,746
1,500,000	ConAgra Foods, Inc., Sr. Unsecd. Note, 1.30%, 1/25/2016	1,512,956
1,500,000	General Mills, Inc., Note, 5.70%, 2/15/2017	1,678,637
409,000	^{1,2} Heineken NV, Series 144A, 0.80%, 10/1/2015	410,404
152,000	^{1,2} Heineken NV, Series 144A, 1.40%, 10/1/2017	152,021
600,000	Kraft Foods Group, Inc., 1.625%, 6/4/2015	606,292
580,000	^{1,2} SABMiller Holdings, Inc., Company Guarantee, Series 144A, 2.45%, 1/15/2017	597,975
	TOTAL	7,241,031
	Consumer Non-Cyclical - Health Care—0.4%	
42,000	Aetna, Inc., 1.50%, 11/15/2017	42,185
590,000	Covidien International Finance SA, 2.80%, 6/15/2015	602,485
580,000	Express Scripts Holding Co., 2.10%, 2/12/2015	585,918
65,000	McKesson Corp., 0.95%, 12/4/2015	65,282
650,000	Stryker Corp., Sr. Unsecd. Note, 1.30%, 4/1/2018	641,576
	TOTAL	1,937,446
	Consumer Non-Cyclical - Products—0.3%	
1,275,000	Hasbro, Inc., Sr. Unsecd. Note, 3.15%, 5/15/2021	1,283,379
	Consumer Non-Cyclical - Tobacco—0.2%	
420,000	Philip Morris International, Inc., 2.50%, 5/16/2016	435,126
384,000	Reynolds American, Inc., 1.05%, 10/30/2015	384,032
	TOTAL	819,158
	Energy - Independent—1.1%	
81,000	Apache Corp., Sr. Unsecd. Note, 1.75%, 4/15/2017	82,480

Principal Amount or Shares		Value
CORPORATE BONDS—continued		
Energy - Independent—continued		
\$ 547,000	Canadian Natural Resources Ltd., 1.45%, 11/14/2014	\$ 549,319
500,000	Canadian Natural Resources Ltd., Sr. Unsecd. Note, 5.70%, 5/15/2017	560,318
1,500,000	EOG Resources, Inc., Note, 5.625%, 6/1/2019	1,746,531
1,750,000	Pemex Project Funding Master Trust, Sr. Unsecd. Note, 5.75%, 3/1/2018	1,977,500
	TOTAL	4,916,148
Energy - Integrated—2.9%		
330,000	BP Capital Markets PLC, 1.375%, 11/6/2017	330,677
1,500,000	³ BP Capital Markets PLC, 1.375%, 5/10/2018	1,487,249
290,000	BP Capital Markets PLC, 2.248%, 11/1/2016	299,149
300,000	BP Capital Markets PLC, Company Guarantee, 1.70%, 12/5/2014	301,773
560,000	BP Capital Markets PLC, Company Guarantee, 3.20%, 3/11/2016	584,952
1,140,000	BP Capital Markets PLC, Floating Rate Note—Sr. Note, 0.864%, 9/26/2018	1,151,695
625,000	Chevron Corp., 1.104%, 12/5/2017	622,536
750,000	Chevron Corp., Sr. Unsecd. Note, 1.718%, 6/24/2018	756,507
1,500,000	Hess Corp., Sr. Unsecd. Note, 8.125%, 2/15/2019	1,888,580
1,500,000	Husky Energy, Inc., Sr. Unsecd. Note, 7.25%, 12/15/2019	1,865,568
800,000	Petrobras Global Finance BV, Sr. Unsecd. Note, 2.00%, 5/20/2016	802,440
500,000	Petrobras International Finance Co., Sr. Unsecd. Note, 2.875%, 2/6/2015	506,585
150,000	Phillips 66, 2.95%, 5/1/2017	157,289
600,000	Phillips 66, Sr. Unsecd. Note, 1.95%, 3/5/2015	606,089
1,000,000	Shell International Finance B.V., 1.125%, 8/21/2017	998,557
290,000	Total Capital International SA, 1.55%, 6/28/2017	293,635
299,000	Total Capital International SA, Sr. Unsecd. Note, 1.50%, 2/17/2017	303,935
	TOTAL	12,957,216
Energy - Midstream—1.3%		
1,500,000	Energy Transfer Partners LP, Sr. Unsecd. Note, 6.70%, 7/1/2018	1,757,696
1,000,000	Enterprise Products Operating LLC, Sr. Unsecd. Note, Series L, 6.30%, 9/15/2017	1,155,108
1,474,000	Kinder Morgan Energy Partners LP, 5.95%, 2/15/2018	1,683,044
1,250,000	Kinder Morgan Energy Partners LP, Sr. Unsecd. Note, 3.50%, 3/1/2016	1,301,990
	TOTAL	5,897,838
Energy - Oil Field Services—0.5%		
224,000	Cameron International Corp., 1.60%, 4/30/2015	225,774
1,250,000	Nabors Industries, Inc., Sr. Unsecd. Note, 6.15%, 2/15/2018	1,425,149
330,000	National-Oilwell, Inc., 1.35%, 12/1/2017	330,307

Principal Amount or Shares		Value
	CORPORATE BONDS—continued	
	Energy - Oil Field Services—continued	
\$ 122,000	Noble Holding International Ltd., Sr. Unsecd. Note, 2.50%, 3/15/2017	\$ 124,874
	TOTAL	2,106,104
	Energy - Refining—0.0%	
146,000	Marathon Petroleum Corp., 3.50%, 3/1/2016	152,518
	Financial Institution - Banking—9.9%	
550,000	^{1,2} Abbey National Treasury Services PLC, Series 144A, 3.875%, 11/10/2014	556,790
330,000	American Express Centurion Bank, Sr. Unsecd. Note, 0.875%, 11/13/2015	331,732
628,000	American Express Co., Sr. Unsecd. Note, 2.75%, 9/15/2015	644,609
242,000	American Express Credit Corp., Sr. Unsecd. Note, Series MTN, 2.80%, 9/19/2016	252,090
290,000	Australia & New Zealand Banking Group Ltd., Series 1234, 1.875%, 10/6/2017	295,562
500,000	BB&T Corp., Series MTN, 1.45%, 1/12/2018	497,983
600,000	Bank of America Corp., 1.50%, 10/9/2015	605,685
850,000	Bank of America Corp., Series MTN, 1.25%, 1/11/2016	856,647
400,000	Bank of America Corp., Sr. Unsecd. Note, 3.70%, 9/1/2015	413,630
895,000	Bank of America Corp., Sr. Unsecd. Note, 4.50%, 4/1/2015	921,841
512,000	Bank of America Corp., Sr. Unsecd. Note, Series MTN, 5.45%, 7/15/2014	513,110
290,000	Bank of Montreal, Series MTN, 2.50%, 1/11/2017	301,827
1,460,000	Bank of Montreal, Sr. Unsecd. Note, Series MTN, 1.45%, 4/9/2018	1,447,882
340,000	Bank of New York Mellon Corp., Series MTN, 1.70%, 11/24/2014	341,596
290,000	Bank of New York Mellon Corp., Series MTN, 2.40%, 1/17/2017	300,396
570,000	Bank of New York Mellon Corp., Sr. Unsecd. Note, Series MTN, 2.30%, 7/28/2016	588,091
450,000	Bank of Nova Scotia, 1.375%, 12/18/2017	449,289
700,000	^{1,2} Bank of Tokyo-Mitsubishi UFJ Ltd., Series 144A, 1.00%, 2/26/2016	701,725
330,000	^{1,2} Bank of Tokyo-Mitsubishi UFJ Ltd., Series 144A, 1.65%, 2/26/2018	329,197
330,000	Capital One Financial Corp., 1.00%, 11/6/2015	330,998
750,000	³ Capital One Financial Corp., Floating Rate Note—Sr. Note, Series FRN, 1.3764%, 7/15/2014	750,272
622,000	Capital One Financial Corp., Sr. Unsecd. Note, 2.125%, 7/15/2014	622,429
590,000	Capital One Financial Corp., Sr. Unsecd. Note, 2.15%, 3/23/2015	597,252
450,000	Capital One Financial Corp., Sr. Unsecd. Note, 2.45%, 4/24/2019	453,944
300,000	Citigroup, Inc., 2.25%, 8/7/2015	304,995
1,000,000	Citigroup, Inc., 2.65%, 3/2/2015	1,014,371
280,000	Citigroup, Inc., 3.953%, 6/15/2016	295,539
670,000	Citigroup, Inc., Sr. Unsecd. Note, 1.25%, 1/15/2016	674,251
519,000	Citigroup, Inc., Sr. Unsecd. Note, 4.75%, 5/19/2015	538,054

Principal Amount or Shares		Value
CORPORATE BONDS—continued		
Financial Institution - Banking—continued		
\$ 32,000	Comerica, Inc., Sr. Unsecd. Note, 3.00%, 9/16/2015	\$ 32,920
475,000	Fifth Third Bancorp, Sr. Unsecd. Note, 2.30%, 3/1/2019	477,925
158,000	Fifth Third Bancorp, Sr. Unsecd. Note, 3.625%, 1/25/2016	165,002
2,330,000	Goldman Sachs Group, Inc., Sr. Unsecd. Note, 2.375%, 1/22/2018	2,369,987
420,000	Goldman Sachs Group, Inc., Sr. Unsecd. Note, 3.625%, 2/7/2016	438,105
230,000	Goldman Sachs Group, Inc., Sr. Unsecd. Note, 3.70%, 8/1/2015	237,305
1,300,000	Goldman Sachs Group, Inc., Sr. Unsecd. Note, 5.125%, 1/15/2015	1,331,219
528,000	HSBC USA, Inc., Sr. Unsecd. Note, 2.375%, 2/13/2015	534,639
1,300,000	Huntington National Bank, Sr. Unsecd. Note, 2.20%, 4/1/2019	1,302,968
290,000	J.P. Morgan Chase & Co., 1.10%, 10/15/2015	291,283
1,780,000	J.P. Morgan Chase & Co., 3.40%, 6/24/2015	1,831,793
850,000	J.P. Morgan Chase & Co., 3.70%, 1/20/2015	865,141
2,000,000	J.P. Morgan Chase & Co., Sr. Unsecd. Note, 1.625%, 5/15/2018	1,993,800
250,000	Key Bank, N.A., Series BKNT, 1.65%, 2/1/2018	250,403
1,250,000	Key Bank, N.A., Series BKNT, 5.80%, 7/1/2014	1,250,000
440,000	^{1,2} Mizuho Bank Ltd., Series 144A, 1.55%, 10/17/2017	439,800
127,000	Morgan Stanley Group, Inc., Series GMTN, 4.10%, 1/26/2015	129,640
2,000,000	Morgan Stanley, Sr. Unsecd. Note, 2.125%, 4/25/2018	2,023,574
103,000	Morgan Stanley, Sr. Unsecd. Note, 2.875%, 7/28/2014	103,183
100,000	Morgan Stanley, Sr. Unsecd. Note, 4.20%, 11/20/2014	101,504
395,000	National Bank of Canada, 1.50%, 6/26/2015	399,579
308,000	PNC Funding Corp., Sr. Unsecd. Note, 3.625%, 2/8/2015	313,949
463,000	Royal Bank of Canada, Montreal, Series GMTN, 1.45%, 10/30/2014	464,826
670,000	Royal Bank of Canada, Montreal, Series MTN, 1.50%, 1/16/2018	672,767
500,000	Royal Bank of Canada, Montreal, Series MTN, 2.30%, 7/20/2016	516,322
459,000	Royal Bank of Scotland Group PLC, 2.55%, 9/18/2015	468,584
440,000	Sumitomo Mitsui Banking Corp., 1.80%, 7/18/2017	446,778
236,000	SunTrust Banks, Inc., Series BKNT, 5.00%, 9/1/2015	246,936
1,750,000	SunTrust Banks, Inc., Sr. Unsecd. Note, 3.60%, 4/15/2016	1,835,323
690,000	Union Bank, N.A., Series BKNT, 3.00%, 6/6/2016	719,537
1,750,000	Union Bank, N.A., Sr. Unsecd. Note, 2.625%, 9/26/2018	1,800,830
420,000	Wachovia Bank N.A., Series BKNT, 0.603%, 11/3/2014	420,344
1,000,000	³ Wells Fargo & Co., Floating Rate Note, 0.4278%, 10/28/2015	1,000,377
248,000	Wells Fargo & Co., Sr. Note, 3.625%, 4/15/2015	254,449

Principal Amount or Shares		Value
	CORPORATE BONDS—continued	
	Financial Institution - Banking—continued	
\$ 300,000	Wells Fargo & Co., Sr. Unsecd. Note, 2.625%, 12/15/2016	\$ 311,980
450,000	³ Wells Fargo & Co., Sr. Unsecd. Note, 3.676%, 6/15/2016	475,076
748,000	Wells Fargo & Co., Sr. Unsecd. Note, Series MTN, 1.25%, 2/13/2015	752,464
532,000	Westpac Banking Corp., 2.00%, 8/14/2017	543,903
	TOTAL	43,746,002
	Financial Institution - Broker/Asset Mgr/Exh—0.4%	
1,500,000	Jefferies Group LLC, Sr. Unsecd. Note, 5.125%, 4/13/2018	1,646,093
	Financial Institution - Finance Companies—1.6%	
750,000	General Electric Capital Corp., Series FXD, 2.30%, 1/14/2019	765,807
250,000	General Electric Capital Corp., Series MTN, 3.50%, 6/29/2015	257,886
1,615,000	General Electric Capital Corp., Sr. Unsecd. Note, 1.625%, 7/2/2015	1,635,480
1,725,000	General Electric Capital Corp., Sr. Unsecd. Note, 2.15%, 1/9/2015	1,742,181
1,290,000	General Electric Capital Corp., Sr. Unsecd. Note, 2.90%, 1/9/2017	1,350,042
290,000	General Electric Capital Corp., Sr. Unsecd. Note, Series MTN, 3.35%, 10/17/2016	306,122
570,000	^{1,2} HSBC Bank PLC, Series 144A, 3.10%, 5/24/2016	595,881
326,000	^{1,2} USAA Capital Corp., Series 144A, 1.05%, 9/30/2014	326,534
	TOTAL	6,979,933
	Financial Institution - Insurance - Health—0.1%	
86,000	UnitedHealth Group, Inc., 0.85%, 10/15/2015	86,378
61,000	UnitedHealth Group, Inc., 1.40%, 10/15/2017	61,270
221,000	UnitedHealth Group, Inc., Sr. Unsecd. Note, 1.875%, 11/15/2016	226,336
86,000	Wellpoint, Inc., 1.25%, 9/10/2015	86,678
	TOTAL	460,662
	Financial Institution - Insurance - Life—3.1%	
1,500,000	Aflac, Inc., Sr. Unsecd. Note, 2.65%, 2/15/2017	1,559,525
1,230,000	American International Group, Inc., 3.80%, 3/22/2017	1,315,058
1,000,000	American International Group, Inc., Sr. Unsecd. Note, 5.85%, 1/16/2018	1,142,387
1,500,000	Hartford Financial Services Group, Inc., Sr. Unsecd. Note, 5.375%, 3/15/2017	1,658,592
580,000	^{1,2} Mass Mutual Global Funding II, Series 144A, 2.00%, 4/5/2017	593,257
700,000	^{1,2} Mass Mutual Global Funding II, Series 144A, 3.125%, 4/14/2016	729,730
788,000	^{1,2} MetLife Global Funding I, Series 144A, 1.50%, 1/10/2018	782,955
127,000	MetLife, Inc., 1.756%, 12/15/2017	128,383
1,000,000	MetLife, Inc., Sr. Unsecd. Note, Series A, 6.817%, 8/15/2018	1,196,279
630,000	^{1,2} Metropolitan Life Global Funding I, Series 144A, 2.00%, 1/9/2015	635,183
840,000	^{1,2} New York Life Global Funding, Sr. Secd. Note, Series 144A, 1.30%, 10/30/2017	836,952

Principal Amount or Shares		Value
	CORPORATE BONDS—continued	
	Financial Institution - Insurance - Life—continued	
\$ 600,000	Principal Financial Group, Inc., Sr. Unsecd. Note, 1.85%, 11/15/2017	\$ 603,414
2,000,000	Prudential Financial, Inc., Sr. Unsecd. Note, Series MTN, 6.00%, 12/1/2017	2,291,528
	TOTAL	13,473,243
	Financial Institution - Insurance - P&C—0.9%	
375,000	Berkshire Hathaway, Financial, 1.60%, 5/15/2017	381,107
290,000	Berkshire Hathaway, Inc., Sr. Unsecd. Note, 1.90%, 1/31/2017	297,126
500,000	Berkshire Hathaway, Inc., Sr. Unsecd. Note, 3.20%, 2/11/2015	508,875
750,000	CNA Financial Corp., 6.50%, 8/15/2016	835,722
2,000,000	St. Paul Travelers Co., Inc., Sr. Unsecd. Note, 5.50%, 12/1/2015	2,138,836
	TOTAL	4,161,666
	Financial Institution - REITs - Retail—0.1%	
300,000	Simon Property Group LP, 2.15%, 9/15/2017	308,748
66,000	Simon Property Group LP, Sr. Unsecd. Note, 2.80%, 1/30/2017	68,828
	TOTAL	377,576
	Foreign - Local - Government—0.3%	
1,200,000	Hydro Quebec, 2.00%, 6/30/2016	1,231,945
	Government Agency—0.1%	
400,000	NCUA Guaranteed Notes, Series A2, 1.40%, 6/12/2015	404,516
	Sovereign—0.4%	
1,500,000	Corp Andina De Fomento, Sr. Unsecd. Note, 3.75%, 1/15/2016	1,567,592
	Technology—1.0%	
1,100,000	Apple, Inc., Sr. Unsecd. Note, 1.00%, 5/3/2018	1,076,626
675,000	Fidelity National Information Services, Inc., Sr. Unsecd. Note, 1.45%, 6/5/2017	674,575
1,500,000	Fiserv, Inc., Sr. Note, 6.80%, 11/20/2017	1,736,743
290,000	Hewlett-Packard Co., Sr. Unsecd. Note, 2.625%, 12/9/2014	292,911
382,000	IBM Corp., 1.95%, 7/22/2016	392,183
330,000	Intel Corp., 1.35%, 12/15/2017	330,311
100,000	Microsoft Corp., 0.875%, 11/15/2017	99,318
	TOTAL	4,602,667
	Transportation - Railroads—0.5%	
1,250,000	Burlington Northern Santa Fe Corp., Sr. Unsecd. Note, 5.75%, 3/15/2018	1,434,146
620,000	Union Pacific Corp., Sr. Unsecd. Note, 2.25%, 2/15/2019	631,533
	TOTAL	2,065,679
	Transportation - Services—0.4%	
700,000	Ryder System, Inc., Sr. Unsecd. Note, Series MTN, 2.45%, 11/15/2018	713,513

Principal Amount or Shares		Value
	CORPORATE BONDS—continued	
	Transportation - Services—continued	
\$ 1,100,000	Ryder System, Inc., Sr. Unsecd. Note, Series MTN, 3.15%, 3/2/2015	\$ 1,119,786
	TOTAL	1,833,299
	Utility - Electric—1.7%	
139,000	American Electric Power Co., Inc., 1.65%, 12/15/2017	139,829
174,000	Commonwealth Edison Co., 1.95%, 9/1/2016	178,687
192,000	Dominion Resources, Inc., 1.95%, 8/15/2016	196,392
763,000	Dominion Resources, Inc., 2.25%, 9/1/2015	777,224
167,000	³ Dominion Resources, Inc., Series 06-B, 2.5341%, 9/30/2066	155,414
98,000	Duke Energy Carolinas LLC, 1.75%, 12/15/2016	100,241
2,000,000	Exelon Generation Co. LLC, 6.20%, 10/1/2017	2,280,006
2,000,000	NextEra Energy Capital Holdings, Inc., Sr. Unsecd. Note, 1.339%, 9/1/2015	2,015,170
300,000	NiSource Finance Corp., 5.40%, 7/15/2014	300,542
70,000	PSEG Power LLC, 2.75%, 9/15/2016	72,703
675,000	PSEG Power LLC, Sr. Unsecd. Note, 2.45%, 11/15/2018	683,734
241,000	Pepco Holdings, Inc., 2.70%, 10/1/2015	245,811
498,000	Southern Co., Series A, 2.375%, 9/15/2015	509,040
	TOTAL	7,654,793
	Utility - Natural Gas—0.1%	
228,000	Enterprise Products Operating LP, Sr. Unsecd. Note, 1.25%, 8/13/2015	229,659
290,000	Sempra Energy, 2.30%, 4/1/2017	297,855
	TOTAL	527,514
	TOTAL CORPORATE BONDS (IDENTIFIED COST \$158,808,217)	
		160,977,826
	MORTGAGE-BACKED SECURITIES—2.1%	
	Federal Home Loan Mortgage Corporation—1.1%	
202,980	Federal Home Loan Mortgage Corp., Pool E02787, 4.00%, 9/1/2025	218,095
103,337	Federal Home Loan Mortgage Corp., Pool E02867, 4.00%, 4/1/2026	110,548
116,325	Federal Home Loan Mortgage Corp., Pool E98688, 4.50%, 8/1/2018	123,255
111,395	Federal Home Loan Mortgage Corp., Pool G01665, 5.50%, 3/1/2034	124,889
75,177	Federal Home Loan Mortgage Corp., Pool G05815, 5.50%, 7/1/2035	84,283
205,734	Federal Home Loan Mortgage Corp., Pool G13596, 4.00%, 7/1/2024	219,544
168,312	Federal Home Loan Mortgage Corp., Pool G14376, 4.00%, 9/1/2025	179,610
416,956	Federal Home Loan Mortgage Corp., Pool G14449, 3.50%, 2/1/2027	442,201
1,823,967	Federal Home Loan Mortgage Corp., Pool G14450, 3.50%, 10/1/2026	1,936,967
249,563	Federal Home Loan Mortgage Corp., Pool G18312, 4.00%, 6/1/2024	266,315

Principal Amount or Shares		Value
MORTGAGE-BACKED SECURITIES—continued		
Federal Home Loan Mortgage Corporation—continued		
\$ 158,441	Federal Home Loan Mortgage Corp., Pool J16393, 3.00%, 8/1/2021	\$ 165,194
137,817	Federal Home Loan Mortgage Corp., Pool J16442, 3.00%, 8/1/2021	143,690
825,665	Federal Home Loan Mortgage Corp., Pool Z40042, 5.50%, 5/1/2034	926,361
	TOTAL	4,940,952
Federal National Mortgage Association—1.0%		
592,492	Federal National Mortgage Association, Pool 310105, 5.50%, 11/1/2034	664,679
52,495	Federal National Mortgage Association, Pool 745278, 4.50%, 6/1/2019	55,706
24,934	Federal National Mortgage Association, Pool 888653, 4.50%, 7/1/2020	26,459
1,939,313	Federal National Mortgage Association, Pool AE0368, 3.50%, 12/1/2025	2,055,823
410,934	Federal National Mortgage Association, Pool AL1741, 3.50%, 5/1/2027	436,457
310,492	Federal National Mortgage Association, Pool AL1742, 3.50%, 5/1/2027	329,485
668,949	Federal National Mortgage Association, Pool AL1746, 3.50%, 3/1/2027	710,497
160,692	Federal National Mortgage Association, Pool AL1751, 3.50%, 5/1/2027	170,598
	TOTAL	4,449,704
	TOTAL MORTGAGE-BACKED SECURITIES (IDENTIFIED COST \$9,283,719)	9,390,656
COLLATERALIZED MORTGAGE OBLIGATIONS—4.3%		
Commercial Mortgage—2.8%		
272,967	Bear Stearns Commercial Mortgage Securities 2005-PWR8, Class A4, 4.674%, 6/11/2041	279,924
373,220	³ Bear Stearns Commercial Mortgage Securities 2005-T18, Class A4, 4.933%, 2/13/2042	379,878
71,434	Commercial Mortgage Pass-Through Certificates 2012-CR1, Class A1, 1.116%, 5/15/2045	71,634
240,000	Commercial Mortgage Pass-Through Certificates 2012-CR1, Class A2, 2.350%, 5/15/2045	246,625
185,884	Commercial Mortgage Pass-Through Certificates 2012-CR5, Class A1, 0.673%, 12/10/2045	184,538
1,175,000	Commercial Mortgage Trust 2013-CR8, Class A2, 2.367%, 6/10/2046	1,201,788
2,575,000	Commercial Mortgage Trust 2014-LC15, Class A2, 2.840%, 4/10/2047	2,672,942
461,024	Commercial Mortgage Trust Pass Through 2004-LB4A, Class A5, 4.840%, 10/15/2037	462,562
380,000	Commercial Mortgage Trust Pass Through 2006-C8, Class A4, 5.306%, 12/10/2046	411,822
36,489	DBUBS Mortgage Trust 2011-LC3A, Class A1, 2.238%, 8/10/2044	36,808
393,544	^{3,4} GE Commercial Mortgage Corp Trust 2006-C1, Class A4, 5.456%, 3/10/2044	415,379
67,218	³ GMAC Commercial Mortgage Securities, Inc. 2004-C2, Class A4, 5.301%, 8/10/2038	67,381
104,407	GS Mortgage Securities Corp. 2011-GC5, Class A1, 1.468%, 8/10/2044	104,926
55,121	GS Mortgage Securities Corp. 2012-GC6, Class A1, 1.282%, 1/10/2045	55,405
29,838	³ JP Morgan Chase Commercial Mortgage Securities 2007-LD11, Class A2, 5.975%, 6/15/2049	30,238

Principal Amount or Shares		Value
COLLATERALIZED MORTGAGE OBLIGATIONS—continued		
Commercial Mortgage—continued		
\$ 280,000	JP Morgan Chase Commercial Mortgage Securities 2012-C6, Class A2, 2.206%, 5/15/2045	\$ 286,720
166,422	JP Morgan Chase Commercial Mortgage Securities Trust 2012-C6, Class A1, 1.031%, 5/15/2045	166,763
2,000,000	JPMBB Commercial Mortgage Securities Trust 2013-C15, Class A2, 2.977%, 11/15/2045	2,081,932
58,151	³ LB-UBS Commercial Mortgage Trust 2004-C8, Class A6, 4.799%, 12/15/2029	58,615
100,000	LB-UBS Commercial Mortgage Trust 2006-C6, Class A4, 5.372%, 9/15/2039	108,587
1,033,969	³ Merrill Lynch-CFC Commercial Mortgage Trust 2006-3, Class A4, 5.414%, 7/12/2046	1,115,829
4,667,501	^{3,4} Merrill Lynch-CFC Commercial Mortgage Trust 2006-3, Class XP, 0.883%, 7/12/2046	6,626
209,288	Morgan Stanley BAML Trust 2012-C5, Class A1, 0.916%, 8/15/2045	209,106
490,000	Morgan Stanley BAML Trust 2012-C5, Class A2, 1.972%, 8/15/2045	498,066
85,413	UBS Commercial Mortgage Trust 2012-C1, Class A1, 1.032%, 5/10/2045	85,620
250,000	UBS Commercial Mortgage Trust 2012-C1, Class A2, 2.18%, 5/10/2045	255,951
158,063	UBS-Barclays Commercial Mortgage Trust 2012-C4, Class A1, 0.673%, 12/10/2045	156,992
45,519	WF-RBS Commercial Mortgage Trust 2011-C5, Class A1, 1.456%, 11/15/2044	45,714
30,600	Wachovia Bank Commercial Mortgage 2007-C31, Class A2, 5.421%, 4/15/2047	30,980
510,000	³ Wachovia Bank Commercial Mortgage Trust 2006-C23, Class A5, 5.416%, 1/15/2045	541,687
140,000	³ Wachovia Bank Commercial Mortgage Trust 2006-C25, Class A5, 5.904%, 5/15/2043	151,223
	TOTAL	12,422,261
Federal Home Loan Mortgage Corporation—0.7%		
27,952	Federal Home Loan Mortgage Corp. REMIC 2382 MB, 6.00%, 11/15/2016	29,244
13,246	Federal Home Loan Mortgage Corp. REMIC 2394 KD, 6.00%, 12/15/2016	13,795
9,480	Federal Home Loan Mortgage Corp. REMIC 2417 EH, 6.00%, 2/15/2017	9,960
218,025	³ Federal Home Loan Mortgage Corp. REMIC 2711 FC, 1.052%, 2/15/2033	222,094
16,588	Federal Home Loan Mortgage Corp. REMIC 2866 XE, 4.00%, 12/15/2018	16,660
166,494	Federal Home Loan Mortgage Corp. REMIC 3081 CP, 5.50%, 10/15/2034	169,163
352,090	Federal Home Loan Mortgage Corp. REMIC 3102 FD, 0.452%, 1/15/2036	353,287
139,440	³ Federal Home Loan Mortgage Corp. REMIC 3117 JF, 0.452%, 2/15/2036	139,848
103,886	³ Federal Home Loan Mortgage Corp. REMIC 3346 FA, 0.382%, 2/15/2019	104,002
174,594	Federal Home Loan Mortgage Corp. REMIC 3659 EJ, 3.00%, 6/15/2018	179,776
33,252	Federal Home Loan Mortgage Corp. REMIC 3696 AE, 1.20%, 7/15/2015	33,336
167,060	Federal Home Loan Mortgage Corp. REMIC 3741 HD, 3.00%, 11/15/2039	172,196
192,857	Federal Home Loan Mortgage Corp. REMIC 3763 QA, 4.00%, 4/15/2034	203,604
229,934	³ Federal Home Loan Mortgage Corp. REMIC 3943 EF, 0.402%, 2/15/2026	230,402
827,744	Federal Home Loan Mortgage Corp., Series K017, Class A1, 1.891%, 12/25/2020	839,987

Principal Amount or Shares		Value
COLLATERALIZED MORTGAGE OBLIGATIONS—continued		
Federal Home Loan Mortgage Corporation—continued		
\$ 337,732	Federal Home Loan Mortgage Corp., Series K707, Class A1, 1.615%, 9/25/2018	\$ 342,709
	TOTAL	3,060,063
Federal National Mortgage Association—0.4%		
14,653	Federal National Mortgage Association REMIC 2002-56 MC, 5.50%, 9/25/2017	15,303
77,029	Federal National Mortgage Association REMIC 2003-74 PG, 4.50%, 8/25/2018	81,282
130,277	³ Federal National Mortgage Association REMIC 2005-106 UF, 0.452%, 11/25/2035	130,781
132,147	³ Federal National Mortgage Association REMIC 2005-90 FC, 0.402%, 10/25/2035	132,412
55,410	Federal National Mortgage Association REMIC 2008-29 BG, 4.70%, 12/25/2035	57,793
68,829	Federal National Mortgage Association REMIC 2010-123 DL, 3.50%, 11/25/2025	71,231
147,838	Federal National Mortgage Association REMIC 2010-135 DE, 2.25%, 4/25/2024	151,333
115,649	Federal National Mortgage Association REMIC 2010-143 B, 3.50%, 12/25/2025	119,870
90,297	Federal National Mortgage Association REMIC 2011-23 AB, 2.75%, 6/25/2020	93,138
116,909	Federal National Mortgage Association REMIC 2011-88 AB, 2.50%, 9/25/2026	120,007
409,389	³ Federal National Mortgage Association REMIC 2012-15 FP, 0.532%, 6/25/2040	410,996
387,088	Federal National Mortgage Association REMIC 2012-94 E, 3.00%, 6/25/2022	401,913
	TOTAL	1,786,059
Government National Mortgage Association—0.3%		
33,236	Government National Mortgage Association REMIC 2010-112 PM, 3.25%, 9/20/2033	33,475
118,072	³ Government National Mortgage Association REMIC 2010-53 FC, 0.973%, 4/20/2040	120,235
44,025	Government National Mortgage Association REMIC 2010-99 PT, 3.50%, 8/20/2033	44,394
54,330	Government National Mortgage Association REMIC 2011-150 D, 3.00%, 4/20/2037	55,226
702,480	³ Government National Mortgage Association REMIC 2012-149 MF, 0.403%, 12/20/2042	697,994
292,603	³ Government National Mortgage Association REMIC 2012-97 JF, 0.402%, 8/16/2042	293,482
	TOTAL	1,244,806
Non-Agency Mortgage—0.1%		
265,000	³ Granite Master Issuer PLC, Class 1C1, 0.753%, 12/20/2054	253,624
140,000	³ Granite Master Issuer PLC, Class 2C1, 1.013%, 12/20/2054	136,206
180,575	^{1,2,3} Granite Master Issuer PLC, Class A5, 0.293%, 12/20/2054	179,485
	TOTAL	569,315
	TOTAL COLLATERALIZED MORTGAGE OBLIGATIONS (IDENTIFIED COST \$19,350,532)	19,082,504
U.S. TREASURY—41.7%		
U.S. Treasury Notes—41.7%		
28,500,000	United States Treasury Note, 0.125%, 4/30/2015	28,505,290
26,500,000	United States Treasury Note, 0.250%, 10/15/2015	26,525,880

Principal Amount or Shares		Value
	U.S. TREASURY—continued	
	U.S. Treasury Notes—continued	
\$11,000,000	United States Treasury Note, 0.500%, 7/31/2017	\$ 10,852,295
4,250,000	United States Treasury Note, 0.625%, 11/30/2017	4,184,673
3,023,000	United States Treasury Note, 0.750%, 10/31/2017	2,993,065
17,010,000	United States Treasury Note, 0.875%, 11/30/2016	17,111,579
30,000,000	United States Treasury Note, 0.875%, 1/31/2017	30,128,439
27,888,000	United States Treasury Note, 0.875%, 4/30/2017	27,931,519
434,000	United States Treasury Note, 0.875%, 1/31/2018	429,812
24,118,000	United States Treasury Note, 1.000%, 9/30/2016	24,349,393
2,500,000	United States Treasury Note, 1.500%, 7/31/2016	2,551,595
7,723,010	United States Treasury Inflation-Protected Note, 0.125%, 4/15/2017	7,986,528
	TOTAL U.S. TREASURY (IDENTIFIED COST \$182,923,715)	183,550,068
	GOVERNMENT AGENCIES—5.8%	
	Federal Home Loan Mortgage Corporation—1.9%	
2,000,000	Federal Home Loan Mortgage Corp., Series 1, 0.750%, 1/12/2018	1,967,641
4,834,000	Federal Home Loan Mortgage Corp., 1.000%, 9/29/2017	4,824,960
1,708,000	Federal Home Loan Mortgage Corp., Note, 1.750%, 9/10/2015	1,739,078
	TOTAL	8,531,679
	Federal National Mortgage Association—3.9%	
1,000,000	Federal National Mortgage Association, Unsecd. Note, 0.500%, 7/2/2015	1,003,207
4,699,000	Federal National Mortgage Association, Unsecd. Note, Series 1, 0.500%, 9/28/2015	4,715,147
3,748,000	Federal National Mortgage Association, 0.875%, 12/20/2017	3,709,882
4,087,000	Federal National Mortgage Association, 0.875%, 2/8/2018	4,033,576
3,649,000	Federal National Mortgage Association, Note, 1.625%, 10/26/2015	3,714,381
	TOTAL	17,176,193
	TOTAL GOVERNMENT AGENCIES (IDENTIFIED COST \$25,755,194)	25,707,872
	INVESTMENT COMPANIES—1.9%	
8,403,891	^{5,6} Federated Prime Value Obligations Fund, Institutional Shares, 0.06% (AT NET ASSET VALUE)	8,403,891
	TOTAL INVESTMENTS—99.7% (IDENTIFIED COST \$436,488,645) ⁷	439,363,318
	OTHER ASSETS AND LIABILITIES - NET—0.3% ⁸	1,502,404
	TOTAL NET POSITION—100%	\$440,865,722

- 1 Denotes a restricted security that either: (a) cannot be offered for public sale without first being registered, or being able to take advantage of an exemption from registration, under the Securities Act of 1933; or (b) is subject to a contractual restriction on public sales. At June 30, 2014, these restricted securities amounted to \$12,889,318, which represented 2.9% of total net position.
- 2 Denotes a restricted security that may be resold without restriction to “qualified institutional buyers” as defined in Rule 144A under the Securities Act of 1933. At June 30, 2014, these liquid restricted securities amounted to \$12,889,318, which represented 2.9% of total net position.
- 3 Denotes variable rate and floating rate obligations for which the current rate is shown.
- 4 Security represents right to receive monthly interest payments on an underlying pool of mortgages or assets. Principle shown is the outstanding par amount of the pool as of the end of the period.
- 5 Affiliated holding.
- 6 7-day net yield.
- 7 The cost of investments for federal tax purposes amounts to \$436,488,645.
- 8 Assets, other than investments in securities, less liabilities. See Statement of Net Position.

Note: The categories of investments are shown as a percentage of total net position at June 30, 2014.

Various inputs are used in determining the value of the Fund’s investments. These inputs are summarized in the three broad levels listed below:

Level 1—quoted prices in active markets for identical securities, including investment companies with daily net position values, if applicable.

Level 2—other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.). Also includes securities valued at amortized cost.

Level 3—significant unobservable inputs (including the Fund’s own assumptions in determining the fair value of investments).

The inputs or methodology used for valuing securities are not an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used, as of June 30, 2014, in valuing the Fund’s assets carried at fair value:

Valuation Inputs

	Level 1— Quoted Prices and Investments in Investment Companies	Level 2— Other Significant Observable Inputs	Level 3— Significant Unobservable Inputs	Total
Debt Securities:				
Adjustable Rate Mortgages	\$ —	\$ 4,259,991	\$—	\$ 4,259,991
Asset-Backed Securities	—	27,990,510	—	27,990,510
Corporate Bonds	—	160,977,826	—	160,977,826
Mortgage-Backed Securities	—	9,390,656	—	9,390,656
Collateralized Mortgage Obligations	—	19,082,504	—	19,082,504
U.S. Treasury	—	183,550,068	—	183,550,068
Government Agencies	—	25,707,872	—	25,707,872
Investment Company	8,403,891	—	—	8,403,891
TOTAL SECURITIES	\$8,403,891	\$430,959,427	\$—	\$439,363,318

The following acronyms are used throughout this portfolio:

ARM —Adjustable Rate Mortgage

FHLMC —Federal Home Loan Mortgage Corporation

FNMA —Federal National Mortgage Association

LP —Limited Partnership

MTN —Medium Term Note

REIT —Real Estate Investment Trusts

REMIC —Real Estate Mortgage Investment Conduit

SA —Support Agreement

See Notes which are an integral part of the Financial Statements

MMDT Short Term Bond Portfolio

Financial Statements

Statement of Net Position

At June 30, 2014

Assets

Investment in securities, at value (including an affiliated holding of \$8,403,891 (Note 4)): Unaffiliated issuers (cost \$428,084,754)	\$439,363,318
Interest receivable	1,805,130
TOTAL ASSETS	441,168,448

Liabilities

Payable for investments purchased	302,726
TOTAL LIABILITIES	302,726

Net Position	\$440,865,722
---------------------	----------------------

Net Position Consists of:

Beneficial Interest	\$420,887,522
Net unrealized appreciation on investments	2,874,673
Accumulated net realized gain on investments	14,973,090
Undistributed net investment income	2,130,437
TOTAL NET POSITION	\$440,865,722

Net Position Value Per Unit

\$440,865,722 / 41,441,499 units outstanding	\$10.64
--	---------

See Notes which are an integral part of the Financial Statements

MMDT Short Term Bond Portfolio

Financial Statements

Statement of Changes in Net Position

Year Ended June 30, 2014

Additions

Interest and dividend income (including \$6,380 from affiliated holding (Note 4))	\$ 5,628,835
Management fee (net of reimbursement by the Adviser, (Note 4))	(409,434)
Net Investment Income	5,219,401
Net realized gain on investments	243,036
Net change in unrealized appreciation of investments	2,593,935
Proceeds from sales of units and reinvestment of distributions	113,932,761
TOTAL ADDITIONS	121,989,133

Deductions

Cost of units redeemed	17,939,854
Distributions to unit holders from net investment income	5,591,290
TOTAL DEDUCTIONS	23,531,144

Change in net position	98,457,989
------------------------	------------

Net Position:

Beginning of year	342,407,733
End of year (including undistributed net investment income of \$2,130,437)	\$440,865,722

See Notes which are an integral part of the Financial Statements

MMDT Short Term Bond Portfolio

Financial Statements

Financial Highlights

Years Ended June 30,	2014 ⁴	2013 ⁴	2012	2011	2010
Selected Per-Unit Data					
Net Position Value, Beginning of Year	\$10.57	\$10.64	\$10.50	\$10.42	\$10.04
Income from Investment Operations					
Net investment income	0.112	0.131	0.173 ²	0.242 ²	0.310 ²
Net realized and unrealized gain (loss)	0.096	(0.056)	0.140	0.077	0.371
Total from investment operations	0.208	0.075	0.313	0.319	0.681
Distributions from net investment income	(0.138)	(0.145)	(0.173)	(0.239)	(0.301)
Net Position Value, End of Year	\$10.64	\$10.57	\$10.64	\$10.50	\$10.42
Total Return ¹	1.98%	0.70%	3.00%	3.09%	6.86%

Ratios to Average Net Position³

Expenses before deductions	0.10%	0.13%	0.15%	0.15%	0.15%
Expenses net of fee waivers, if any	0.10%	0.13%	0.15%	0.15%	0.15%
Expenses net of all reductions	0.10%	0.13%	0.15%	0.15%	0.15%
Net investment income	1.22%	1.34%	1.63%	2.31%	3.02%

Supplemental Data

Net position, end of year (000 omitted)	\$440,866	\$342,408	\$297,717	\$286,113	\$285,099
Portfolio turnover rate	19% ⁵	42% ⁵	146%	154%	142%

1 Total returns would have been lower if certain expenses had not been reduced.

2 Calculated based on average shares outstanding during the period.

3 Expense ratios reflect operating expenses of the Fund. Expenses before reductions do not reflect amounts reimbursed by the investment adviser or reductions from expense offset arrangements and do not represent the amount paid by the Fund during periods when reimbursements or reductions occur. Expenses net of fee waivers reflect expenses after reimbursement by the investment adviser but prior to reductions from expense offset arrangements. Expenses net of all reductions represent the net expenses paid by the Fund.

4 For the years ended June 30, 2014 and 2013, the Fund was audited by KPMG LLP. The previous years were audited by another independent registered public accounting firm.

5 Excludes short-term securities.

See Notes which are an integral part of the Financial Statements

Notes to Financial Statements

1. Significant Accounting Policies

MMDT Cash Portfolio (the “Cash Portfolio”) and MMDT Short Term Bond Portfolio (the “Short Term Bond Portfolio”) (the “Funds”) are portfolios of the Massachusetts Municipal Depository Trust (the “Trust”) and are investment pools for political subdivisions in the Commonwealth of Massachusetts (the “Commonwealth”) established by the Treasurer of the Commonwealth (the “Treasurer”) as Trustee under Declaration of Trust, dated June 8, 1977, for the purpose of investing funds of, and funds under custody of, agencies, authorities, boards, commissions, political subdivisions, and other public units within the Commonwealth (M.G.L. Ch. 29, sec. 38A) and state and local retirement boards (M.G.L. Ch. 32, sec. 23 (2)(b)). The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America which require management to make certain estimates and assumptions at the date of the financial statements. Actual results could differ from those estimates. Subsequent events, if any, through the date of the financial statements were issued have been evaluated in the preparation of the financial statements. All applicable pronouncements required by the Governmental Accounting Standards Board (GASB) are presented in the financial statements.

The following is a summary of the Funds’ significant accounting policies:

Security Valuation

The Cash Portfolio is not registered with the Securities and Exchange Commission (SEC) as an investment company, but maintains a policy to operate in a manner consistent with the SEC’s Rule 2a-7 of the Investment Company Act of 1940 (Rule 2a-7). GASB Statement No. 31, “Accounting and Financial Reporting for Certain Investments and for External Investment Pools,” establishes standards for accounting for investments held by government entities. The Cash Portfolio operates as a Rule 2a-7-like pool and thus, reports all investments at amortized cost rather than fair value.

Under the amortized cost valuation method, an investment is valued initially at its cost and thereafter adjusted for the amount of interest income accrued each day over the term of the investment to account for any difference between the initial cost of the investment and the amount payable at its maturity. If amortized cost is

determined not to approximate fair value, the value of the portfolio securities will be determined under procedures established by Federated Investment Counseling (the “Adviser”), a wholly owned subsidiary of Federated Investors, Inc.

In calculating its net position per unit, Short Term Bond Portfolio generally values investments as follows:

- Fixed-income securities acquired with remaining maturities greater than 60 days are fair valued using price evaluations provided by a pricing service.
- Fixed-income securities and repurchase agreements acquired with remaining maturities of 60 days or less are valued at their amortized cost (adjusted for the accretion of any discount or amortization of any premium), unless the issuer’s creditworthiness is impaired or other factors indicate that amortized cost is not an accurate estimate of the investment’s fair value, in which case it would be valued in the same manner as a longer-term security.
- Shares of other mutual funds are valued based upon their reported net asset values.
- Derivative contracts listed on exchanges are valued at their reported settlement or closing price.
- Over-the-counter (OTC) derivative contracts are fair valued using price evaluations provided by a pricing service.
- For securities that are fair valued, certain factors may be considered such as: the purchase price of the security, information obtained by contacting the issuer, analysis of the issuer’s financial statements or other available documents, fundamental analytical data, the nature and duration of restrictions on disposition, the movement of the market in which the security is normally traded and public trading in similar securities of the issuer or comparable issuers.

If Short Term Bond Portfolio cannot obtain a price or price evaluation from a pricing service for an investment, it may attempt to value the investment based upon the mean of bid and asked quotations or fair value the investment based on price evaluations from one or more dealers. If any price, quotation, price evaluation or other pricing source is not readily available when the net position per unit is calculated, or if Short Term Bond Portfolio cannot obtain price evaluations from a pricing service or from more than one dealer for an investment within a reasonable period of time as set forth in the

applicable valuation policies and procedures, it uses the fair value of the investment determined in accordance with the procedures described below. There can be no assurance that Short Term Bond Portfolio could purchase or sell an investment at the price used to calculate its net position per unit.

A Valuation Committee (the “Committee”) comprised of officers of the Adviser and certain of the Adviser’s affiliated companies determines the fair value of securities and oversees the comparison of amortized cost to market-based value for the Cash Portfolio and the calculation of the net position per unit for the Short Term Bond Portfolio. Pricing services recommended by the Committee are used to provide fair value evaluations of the current value of certain investments for purposes of monitoring the relationship of market-based value and amortized cost for the Cash Portfolio and calculating the net position per unit for the Short Term Bond Portfolio. The Committee employs various methods for reviewing third-party pricing-service evaluations including periodic reviews of third-party pricing services’ policies, procedures and valuation methods (including key inputs and assumptions), transactional back-testing, comparisons of evaluations of different pricing services, and review of price challenges by the Adviser based on recent market activity. In the event that market quotations and price evaluations are not available for an investment, the Committee determines the fair value of the investment in accordance with procedures it has adopted.

Factors considered by pricing services for the Short Term Bond Portfolio in evaluating an investment include the yields or prices of investments of comparable quality, coupon, maturity, call rights and other potential prepayments, terms and type, reported transactions, indications as to values from dealers and general market conditions. Short Term Bond Portfolio may hold securities that are valued on the basis of prices provided by a single pricing source, including dealers from whom the securities were purchased. These securities may be less liquid and the price realized upon a sale may be different than the price used to value the security. Short Term Bond Portfolio may classify these securities as having a Level 3 valuation due to a lack of observable market transactions. Some pricing services provide a single price evaluation reflecting the bid-side of the market for an investment (a “bid” evaluation). Other pricing services offer both bid evaluations and price evaluations indicative of a price between the prices bid and asked for the investment (a “mid” evaluation). Short Term Bond Portfolio normally uses bid evaluations for U.S. Treasury and Agency securities, mortgage-backed securities and municipal securities. Short Term Bond

Portfolio normally uses mid evaluations for other types of fixed-income securities and OTC derivative contracts. In the event that market quotations and price evaluations are not available for an investment, the fair value of the investment is determined in accordance with procedures adopted by the Committee.

Repurchase Agreements

The Funds may invest in repurchase agreements for short-term liquidity purposes. It is the policy of the Funds to require the other party to a repurchase agreement to transfer to the Funds custodian or sub-custodian eligible securities or cash with a market value (after transaction costs) at least equal to the repurchase price to be paid under the repurchase agreement. The eligible securities are transferred to accounts with the custodian or sub-custodian in which the Funds hold a “securities entitlement” and exercises “control” as those terms are defined in the Uniform Commercial Code. The Funds have established procedures for monitoring the market value of the transferred securities and requiring the transfer of additional eligible securities if necessary to equal at least the repurchase price. These procedures also allow the other party to require securities to be transferred from the account to the extent that their market value exceeds the repurchase price or in exchange for other eligible securities of equivalent market value.

The insolvency of the other party or other failure to repurchase the securities may delay the disposition of the underlying securities or cause the Funds to receive less than the full repurchase price. Under the terms of the repurchase agreement, any amounts received by the Funds in excess of the repurchase price and related transaction costs must be remitted to the other party.

The Funds may enter into repurchase agreements in which eligible securities are transferred into joint trading accounts maintained by the custodian or sub-custodian for investment companies and other clients advised by the Funds and its affiliates. The Funds will participate on a pro rata basis with investment companies and other clients in its share of the securities transferred under such repurchase agreements and in its share of proceeds from any repurchase or other disposition of such securities.

Federal Income Taxes

Funds in the Trust are not subject to federal income taxes in accordance with IRC Section 115. Pursuant to IRC Section 115, income derived or accrued in any essential governmental function or political subdivision thereof is excluded from gross income.

Investment Income, Gains and Losses, Expenses and Distributions

Investment transactions are accounted for on a trade-date basis. Realized gains and losses from investment transactions are recorded on an identified-cost basis. Interest income and expenses are accrued daily. Dividend income and distributions to shareholders are recorded on the ex-dividend date. Distributions of net investment income are declared daily and paid monthly. Non-cash dividends included in dividend income, if any, are recorded at fair value.

Premium and Discount Amortization/Paydown Gains and Losses

For the Cash Portfolio, all premiums and discounts on fixed-income securities are amortized/accreted using the straight-line method.

For the Short Term Bond Portfolio, all premiums and discounts on fixed-income securities, other than mortgage-backed securities, are amortized/accreted using the effective-interest-rate method. Gains and losses realized on principal payment of mortgage-backed securities (paydown gains and losses) are classified as part of investment income.

Restricted Securities

The Funds may purchase securities which are considered restricted. Restricted securities are securities that either: (a) cannot be offered for public sale without first being registered, or being able to take advantage of an exemption from registration, under the Securities Act of 1933; or (b) are subject to contractual restrictions on public sales. In some cases, when a security cannot be offered for public sale without first being registered, the issuer of the restricted security has agreed to register such securities for resale, at the issuer's expense, either upon demand by the Funds or in connection with another registered offering of the securities. Many such restricted securities may be resold in the secondary market in transactions exempt from registration. Restricted securities may be determined to be liquid under criteria established by the Committee. The Funds will not incur any registration costs upon such resales. The Funds' restricted securities are priced in accordance with procedures established by and under the general supervision of the Committee.

2. Investment Risk Disclosure

Interest Rate Risk

Interest rate risk is the risk associated with changes in interest rates that could adversely affect the fair value of an investment. Effective maturity for the Cash Portfolio is determined in accordance with the requirements of Rule 2a-7 since the Fund operates as a Rule 2a-7-like pool. Effective maturity for the Short Term Bond Portfolio is the unexpired period until the earliest date the investment is subject to prepayment or repurchase by the issuer (and market conditions indicate that the issuer will prepay or repurchase the investment), for callable investments. For all other investments effective maturity is the unexpired period until final maturity.

At June 30, 2014, the Cash Portfolio's effective maturity schedule was as follows:

Securities With an Effective Maturity of:	Percentage of Total Net Position
1-7 Days	28.3%
8-30 Days	25.2%
31-90 Days	27.7%
91-180 Days	11.7%
181 Days or more	7.1%
Other Assets and Liabilities—Net	0.0%
TOTAL	100.0%

At June 30, 2014, the Short Term Bond Portfolio's effective maturity schedule was as follows:

Securities With an Effective Maturity of:	Percentage of Total Net Position
Less than 1 Year	17.1%
1-5 Years	78.5%
6-10 Years	2.0%
Greater than 10 Years	0.2%
Cash Equivalents	1.9%
Other Assets and Liabilities—Net	0.3%
TOTAL	100.0%

Credit Risk

Credit rate risk is the risk that the issuer or counterparty to an investment may default. The Cash Portfolio may only invest in securities rated in one of the two highest short-term rating categories by nationally recognized statistical rating organizations (NRSROs) or unrated securities of comparable quality. An NRSRO's two highest rating categories are determined without regard

for sub-categories and gradations. For example, securities rated SP-1+, SP-1 or SP-2 by Standard & Poor's, MIG-1, or MIG-2 by Moody's Investors Service, or F-1+, F-1 or F-2 by Fitch Ratings, are all considered rated in one of the two highest short-term rating categories.

Securities rated in the highest short-term rating category (and unrated securities of comparable quality) are identified as First Tier securities. Securities rated in the second highest short-term rating category (and unrated securities of comparable quality) are identified as Second Tier securities. Cash Portfolio follows applicable regulations in determining whether a security is rated and whether a security rated by multiple NRSROs in different rating categories should be identified as a First or Second Tier security.

The Short Term Bond Portfolio uses ratings from Standard & Poor's, Moody's Investors Service and Fitch Ratings. When ratings vary, the highest rating is used.

At June 30, 2014, the Cash Portfolio's securities were rated as follows:

Tier Rating Percentages Based on Total Market Value (unaudited)

First Tier	Second Tier
96.7%	3.3%

At June 30, 2014, the Short Term Bond Portfolio's securities were rated as follows:

Portfolio Composition:	Percentage of Total Net Position
AAA	61.4%
AA	6.9%
A	17.4%
BBB	12.1%
Cash Equivalents	1.9%
Other Assets and Liabilities—Net	0.3%
TOTAL	100.0%

Custodial Credit Risk

Custodial credit risk is the risk that in the event of the failure of the counterparty the Funds will not be able to recover the value of their investments. Investments in the Funds are not a deposit of a bank and are neither insured nor guaranteed by the Commonwealth of Massachusetts, the Federal Deposit Insurance Corporation (FDIC), the U.S. Government, or any of its agencies. Although the Cash Portfolio is managed to seek to maintain a stable \$1 unit price, there is no guarantee it

will be able to do so and it is possible to lose money by investing in the Portfolio. Although the Short Term Bond Portfolio's investment objective is to generate returns that exceed the Barclays 1 – 5 Year Government/ Credit Bond Index, there is no guarantee it will be able to do so, and it is possible to lose money by investing in the Portfolio.

Concentration of Credit Risk

Concentration of credit risk is the risk associated with losses that may occur due to lack of diversification. Concentration of credit risk is mitigated by limiting the percentage invested with any one issuer. The Funds' Investment Circulars limit the maximum investment, at the time of purchase, in the securities of any single issuer to 5% of the portfolio. Obligations issued by the U.S. government, U.S. government agencies, U.S. government-sponsored enterprises or in repurchase agreements collateralized fully by such obligations are exempt from this limitation. As of June 30, 2014, neither the Cash Portfolio nor the Short Term Bond Portfolio exceeded this limitation.

3. Units of Participation

The beneficial interest for each Fund shall at all times be divided into an unlimited number of units.

4. Management Fee and Transactions with Affiliates

Each Fund pays one all-inclusive management fee for the investment management, custody, administrative and other participant services. These fees are paid to the Adviser pursuant to an agreement dated September 13, 2012, effective March 4, 2013. The Adviser is responsible for paying all operating expenses of each Fund (excluding expenses of the Trustee, brokerage fees, commissions, taxes and extraordinary non-recurring

expenses); no direct fees are charged to participants. The fee paid to the Adviser is based on each Fund's average daily net position as specified below:

Annualized Management Fee	Average Daily Net Position of the Cash Portfolio
0.070%	Position up to but not including \$1 billion
0.060%	Position from \$1 billion to but not including \$3 billion
0.050%	Position from \$3 billion to but not including \$5 billion
0.045%	Position equal to or in excess of \$5 billion

Annualized Management Fee	Average Daily Net Position of the Short Term Bond Portfolio
0.110%	Position up to but not including \$100 million
0.100%	Position from \$100 million up to but not including \$200 million
0.095%	Position from \$200 million up to but not including \$300 million
0.090%	Position equal to or in excess of \$300 million

For the fiscal years ended June 30, 2014 and June 30, 2013, the fees for the Cash Portfolio amounted to \$4,026,626 and \$6,219,776, respectively, and were

equivalent to an annual rate of 0.05% and 0.08%, respectively, of average net position for each period. For the fiscal years ended June 30, 2014 and June 30, 2013, the fees for the Short Term Bond Portfolio amounted to \$420,652 and \$428,792, respectively, and were equivalent to an annual rate of 0.10% and 0.13%, respectively, of average net position for each period.

Transactions Involving Affiliated Holdings

Affiliated holdings are investment companies which are managed by the Adviser or an affiliate of the Adviser. The Adviser has agreed to reimburse the Funds for certain investment adviser fees as a result of transactions in affiliated investment companies. For the year ended June 30, 2014, the Adviser reimbursed \$11,218. Transactions involving the affiliated holding during the year ended June 30, 2014, were as follows:

Federated Prime Value Obligations

Fund, Institutional Shares

Balance of Shares Held 6/30/2013	5,878,803
Purchases/Additions	147,354,920
Sales/Reductions	(144,829,832)
Balance of Shares Held 6/30/2014	8,403,891
Value	\$ 8,403,891
Dividend Income	\$ 6,380

Independent Auditors' Report

To the Unitholders and the Trustee of Massachusetts Municipal Depository Trust:

Report on the Financial Statements

We have audited the accompanying financial statements of MMDT Cash Portfolio and MMDT Short Term Bond Portfolio (the "Funds"), funds of the Massachusetts Municipal Depository Trust, which comprise the statements of net position, including the portfolios of investments, as of June 30, 2014, and the related statements of changes in net position for the year then ended and financial highlights for the two years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. generally accepted accounting principles; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly in all material respects, the financial position of the Funds as of June 30, 2014, and the changes in net position for the year then ended and financial highlights for the two years then ended in accordance with U.S. generally accepted accounting principles.

Other Matters

The accompanying financial highlights of the Funds for the years presented prior to July 1, 2012 were audited by other auditors whose report thereon dated September 14, 2012, expressed an unmodified opinion on those financial highlights.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The letter from the Treasurer of the Commonwealth of Massachusetts is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly we do not express an opinion or provide any assurance on it.

KPMG LLP

Boston, Massachusetts
September 15, 2014

NOTES

[PAGE INTENTIONALLY LEFT BLANK]

NOTES

[PAGE INTENTIONALLY LEFT BLANK]



Managed and serviced by subsidiaries
of Federated Investors, Inc.

MMDT Participant Services
PO Box 8699
Boston, MA 02266-8699

1-888-965-MMDT (6638)
MyMMDT.com

G44885-53 (9/14)

Federated Investment Counseling

2014 ©Federated Investors, Inc.

Trustee

Steven Grossman

Investment Adviser

Federated Investment Counseling

Custodian

State Street Bank & Trust Company

Independent Auditors

KPMG LLP