

**Trustee**

Timothy P. Cahill

**Investment Adviser**

Pyramis Global Advisors Trust Company

**Custodian**

State Street Bank & Trust Company

**Independent Auditors**

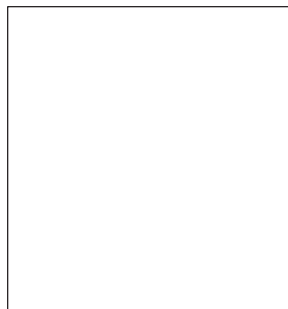
PricewaterhouseCoopers LLP

**Massachusetts  
Municipal  
Depository Trust**

**Timothy P. Cahill  
Trustee**

**MMDT**

**Annual Report  
June 30, 2008**



Dear MMDT Participant,

As Trustee of the Massachusetts Municipal Depository Trust (Trust or MMDT), I am pleased to present the 31<sup>st</sup> Annual Report of the Trust's financial activities for the fiscal year ended June 30, 2008.

As an investor, you have been charged with the important task of seeking to safeguard and maximize the potential of the public funds entrusted to you. Through investment alternatives like the MMDT Cash Portfolio and the MMDT Short Term Bond Fund, the MMDT has strived to provide competitive, highly diversified portfolios that help your overall investment strategy.

For fiscal year ended June 30, 2008, the MMDT's Cash Portfolio's total return was 4.48%. (Please refer to the financial highlights section for standard performance.) That return continues to compare favorably with the total return of 4.06%\* during the same period for the "first tier institutional money market funds average" according to iMoneyNet, Inc. For the fiscal year ended June 30, 2007, the Cash Portfolio's total return was 5.43% compared to the 5.11% return of the first tier institutional money market funds average. For the 12-month periods ended June 30, 2008 and June 30, 2007, the Cash Portfolio's investment paid dividends over \$282 million and \$295 million, respectively. Maturity averages have fluctuated from 41 days to 65 days during the current fiscal year compared to 48 days to 53 days during the prior fiscal year.

The MMDT Short Term Bond Portfolio was introduced a couple of years ago with an inception date of April 25, 2006. The MMDT's Short Term Bond's total return for the fiscal years ended June 30, 2008 and June 30, 2007 was 4.48% and 5.64%, respectively. (Please refer to the financial highlights section for standard performance.) For the 12-month periods ended June 30, 2008 and June 30, 2007, the Short Term Bond Fund investment paid dividends over \$18 million and \$17 million, respectively with a dollar-weighted average maturity of 3.3 years and 4.0 years, respectively. Pyramis Global Advisors Trust Company, a Fidelity Investment Company, serves as the Trust's investment adviser. Throughout the past year, Fidelity has provided a high level of service to MMDT participants through its client services team (800-392-6095), online access via MMDTNet, and educational materials such as the quarterly newsletter, *MMDT News*.

We welcome your comments about the MMDT and its services. Please feel free to contact the Trust's administrator at 800-392-6095, or James MacDonald, Assistant Treasurer, Cash Management Department, at 617-367-9333, extension 570.

Sincerely,

Timothy P. Cahill  
Treasurer and Receiver General  
Commonwealth of Massachusetts

Past performance is no guarantee of future results.

\*Source: iMoneyNet, Inc.

**MMDT Cash Portfolio**  
**Investments/June 30, 2008** (Showing Percentage of Net Assets)

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<i>Due Date</i>	<i>Yield (a)</i>	<i>Principal Amount</i>	<i>Value</i>
<b>Certificates of Deposit – 28.9%</b>			
<b>London Branch, Eurodollar, Foreign Banks – 10.9%</b>			
Banco Santander SA			
7/10/08 to 8/13/08	2.95 to 4.18%	\$ 131,000,000	\$ 131,003,251
Barclays Bank PLC			
12/29/08	3.20	30,000,000	30,000,000
Credit Agricole SA			
11/3/08 to 1/28/09	3.01 to 3.10	200,000,000	200,000,000
Credit Industriel et Commercial			
7/17/08 to 9/30/08	2.95 to 3.12	149,000,000	149,000,000
HSBC Bank PLC			
9/25/08	2.80	19,000,000	19,000,225
ING Bank NV			
7/7/08	2.74	125,000,000	125,000,000
Intesa Sanpaolo SpA			
7/9/08	3.50	2,000,000	2,000,426
Landesbank Hessen-Thuringen			
8/11/08	2.95	50,000,000	50,000,000
National Australia Bank Ltd.			
9/22/08 to 12/29/08	2.80 to 3.16	65,000,000	65,000,000
Royal Bank of Scotland PLC			
7/9/08	3.50	6,000,000	6,001,041
Societe Generale			
7/7/08	4.60	50,000,000	50,000,000
UniCredit SpA			
9/18/08 to 9/19/08	3.13 to 3.15	63,000,000	<u>63,000,000</u>
			<u>890,004,943</u>
<b>New York Branch, Yankee Dollar, Foreign Banks – 18.0%</b>			
Abbey National Treasury Services PLC			
8/19/08	2.92 (c)	8,000,000	8,000,000
Banco Bilbao Vizcaya Argentaria SA			
9/17/08 to 10/30/08	2.85 to 3.00	84,000,000	84,000,148
Banco Santander SA			
8/25/08 to 10/22/08	2.61 to 3.06	238,000,000	238,000,000
Bank of Scotland PLC			
7/3/08 to 9/26/08	2.64 to 2.99 (c)	100,000,000	100,000,000

See accompanying notes which are an integral part of the financial statements.

**MMDT Cash Portfolio  
Investments – continued**

<i>Due Date</i>	<i>Yield (a)</i>	<i>Principal Amount</i>	<i>Value</i>
<b>Certificates of Deposit – continued</b>			
<b>New York Branch, Yankee Dollar, Foreign Banks – continued</b>			
Barclays Bank PLC 7/18/08	3.00%	\$ 100,000,000	\$ 100,000,000
BNP Paribas SA 10/2/08 to 4/23/09	2.65 to 3.05	185,000,000	185,000,000
Deutsche Bank AG 7/7/08 to 9/3/08	2.75 to 2.91 (c)	65,000,000	65,000,000
Intesa Sanpaolo SpA 8/29/08 to 10/1/08	2.67 to 2.75	90,000,000	90,000,000
Intesa Sanpaolo SpA New York Branch 7/14/08 to 7/19/08	2.98 to 3.01 (c)	60,000,000	60,000,000
Landesbank Hessen-Thuringen 7/30/08	3.10	25,000,000	25,000,000
Natixis SA 7/28/08	3.10	100,000,000	100,000,000
Rabobank Nederland 7/18/08 to 4/20/09	2.63 to 2.90	150,000,000	150,000,000
Royal Bank of Canada 9/26/08	2.80	20,000,000	20,000,480
Royal Bank of Scotland PLC 12/12/08	3.18	50,000,000	50,000,000
San Paolo IMI SpA 4/21/09	3.15	25,000,000	25,000,000
Societe Generale 7/24/08	3.07	50,000,000	50,000,000
Toronto-Dominion Bank 9/30/08 to 12/17/08	2.65 to 3.15	65,000,000	65,000,000
UniCredit SpA 10/1/08	2.75	50,000,000	50,000,630
			<u>1,465,001,258</u>
<b>TOTAL CERTIFICATES OF DEPOSIT</b>			<b><u>2,355,006,201</u></b>

See accompanying notes which are an integral part of the financial statements.

## MMDT Cash Portfolio Investments – continued

<i>Due Date</i>	<i>Yield (a)</i>	<i>Principal Amount</i>	<i>Value</i>
<b>Commercial Paper — 17.9%</b>			
American Water Capital Corp. 7/14/08	2.96%	\$ 2,000,000	\$ 1,997,869
Banco Espirito Santo 7/17/08	2.98	10,000,000	9,986,853
Burlington Northern Santa Fe Corp. 7/10/08	2.91 (b)	5,000,000	4,996,375
Dakota Notes (Citibank Credit Card Issuance Trust) 7/1/08 to 8/29/08	2.84 to 3.22	75,000,000	74,800,608
DnB NOR Bank ASA 7/9/08 to 10/23/08	2.77 to 3.07	250,000,000	249,171,611
Dominion Resources, Inc. 7/1/08 to 7/14/08	2.86 to 2.93	11,000,000	10,994,854
Dow Chemical Co. 7/10/08	3.07	3,000,000	2,997,713
Edison Asset Securitization LLC 11/4/08 to 12/8/08	2.69 to 2.97	46,881,000	46,352,498
Emerald Notes (BA Credit Card Trust) 7/7/08 to 8/21/08	3.04 to 3.12	47,000,000	46,819,282
General Electric Capital Corp. 8/7/08 to 12/8/08	2.41 to 4.55	275,000,000	273,370,041
Govco, Inc. 9/4/08 to 11/6/08	2.74 to 2.84	69,000,000	68,564,822
Intesa Funding LLC 7/22/08 to 12/3/08	3.00 to 3.01	75,000,000	74,594,806
ITT Corp. 7/1/08 to 7/28/08	2.86 to 3.05	13,000,000	12,980,056
JPMorgan Chase & Co. 8/4/08	2.92	50,000,000	49,864,236
Kitty Hawk Funding Corp. 7/2/08 to 7/25/08	2.46 to 2.59	38,000,000	37,987,502
Marathon Oil Corp. 7/11/08	2.91 to 2.93	10,000,000	9,991,917
National Grid USA 7/1/08	3.07	3,000,000	3,000,000
Nationwide Building Society 7/8/08 to 7/22/08	2.71 to 2.86	41,000,000	40,951,774

See accompanying notes which are an integral part of the financial statements.

## MMDT Cash Portfolio Investments – continued

<i>Due Date</i>	<i>Yield (a)</i>	<i>Principal Amount</i>	<i>Value</i>
<b>Commercial Paper – continued</b>			
Nissan Motor Acceptance Corp. 7/7/08 to 7/29/08	2.86 to 3.01%	\$ 17,000,000	\$ 16,971,767
Nordea North America, Inc. 9/26/08	2.78	25,000,000	24,832,948
Palisades Notes (Citibank Omni Master Trust) 7/14/08 to 8/5/08	2.87 to 2.96	46,000,000	45,929,007
Rabobank USA Financial Corp. 8/1/08	2.62	65,000,000	64,853,633
Rockies Express Pipeline LLC 7/7/08 to 7/11/08	3.04 to 3.07	13,000,000	12,993,061
Sheffield Receivables Corp. 7/8/08 to 8/13/08	2.58 to 2.79	15,000,000	14,961,475
Societe Generale North America, Inc. 7/24/08	3.07	50,000,000	49,902,729
Spectra Energy Capital, LLC 7/3/08 to 7/17/08	2.85 to 3.06	13,000,000	12,988,095
Textron Financial Corp. 7/2/08 to 7/11/08	2.82 to 3.00	14,000,000	13,996,641
Thames Asset Global Securities No. 1, Inc. 7/15/08 to 8/12/08	2.74 to 2.81	20,000,000	19,961,453
Toyota Motor Credit Corp. 11/5/08	2.53	36,000,000	35,682,500
Transocean, Inc. 7/1/08 to 7/14/08	2.80 to 3.02	26,000,000	25,986,739
Tyco Electronics Group SA 7/29/08	3.01	5,000,000	4,988,333
UniCredito Italiano Bank (Ireland) PLC 7/22/08	3.10	75,000,000	74,865,469
Virginia Electric & Power Co. 7/1/08 to 7/30/08	2.85 to 2.93	12,000,000	11,990,625
Wisconsin Energy Corp. 7/7/08 to 7/25/08	2.86 to 2.91	9,000,000	8,989,867
<b>TOTAL COMMERCIAL PAPER</b> .....			<b><u>1,459,317,159</u></b>

See accompanying notes which are an integral part of the financial statements.

**MMDT Cash Portfolio  
Investments – continued**

<i>Due Date</i>	<i>Yield (a)</i>	<i>Principal Amount</i>	<i>Value</i>
<b>Federal Agencies — 4.0%</b>			
<b>Fannie Mae – 0.9%</b>			
9/30/08 to 12/10/08	2.25 to 2.60%	\$ 75,000,000	\$ 74,428,396
<b>Federal Home Loan Bank – 1.2%</b>			
7/28/08 to 11/26/08	2.28 to 2.40 (c)	98,000,000	97,730,790
<b>Freddie Mac – 1.9%</b>			
7/18/08 to 11/24/08	2.28 to 2.46 (c)	157,000,000	156,904,163
<b>TOTAL FEDERAL AGENCIES</b>			<b>329,063,349</b>
<b>Bank Notes — 0.3%</b>			
U.S. Bank NA, Minnesota			
11/20/08	2.75	25,000,000	25,000,000
<b>Master Notes — 1.8%</b>			
Asset Funding Co. III LLC			
7/7/08 to 7/14/08	2.51 to 2.91 (c)(e)	90,000,000	90,000,000
Goldman Sachs Group, Inc.			
7/15/08	3.19 (e)	37,000,000	37,000,000
Lehman Brothers Holdings, Inc.			
7/1/08 to 7/11/08	2.56 to 2.65 (c)(e)	19,000,000	19,000,000
<b>TOTAL MASTER NOTES</b>			<b>146,000,000</b>
<b>Medium-Term Notes — 26.0%</b>			
AIG Matched Funding Corp.			
7/16/08 to 7/21/08	2.79 to 2.83 (b)(c)	72,000,000	72,000,000
Allstate Life Global Funding Trusts			
9/22/08	3.05 (c)	4,000,000	4,000,000
American Honda Finance Corp.			
8/5/08 to 9/18/08	2.91 to 2.94 (b)(c)	24,000,000	24,000,000
AT&T, Inc.			
12/5/08	3.14 (b)(c)	69,000,000	69,000,000
Australia & New Zealand Banking Group Ltd.			
7/23/08 to 9/2/08	2.51 to 2.89 (b)(c)	92,000,000	92,000,000

See accompanying notes which are an integral part of the financial statements.

## MMDT Cash Portfolio Investments – continued

<i>Due Date</i>	<i>Yield (a)</i>	<i>Principal Amount</i>	<i>Value</i>
<b>Medium-Term Notes – continued</b>			
Bank of America NA 7/3/08 to 7/25/08	2.92 to 3.21% (c)	\$ 81,000,000	\$ 80,999,753
Bank of Montreal 7/7/08	2.95 (b)(c)	32,000,000	32,000,000
Banque Federative du Credit Mutuel 7/14/08	2.49 (b)(c)	33,000,000	33,000,000
Bayerische Landesbank Girozentrale 7/15/08 to 8/19/08	2.75 to 2.76 (c)	85,000,000	85,000,000
BNP Paribas SA 7/28/08	2.48 (b)(c)	39,900,000	39,900,000
8/7/08 to 8/13/08	2.76 to 2.90 (c)	43,000,000	42,998,725
BP Capital Markets PLC 9/11/08	2.79 (c)	25,000,000	25,000,000
Caja de Ahorros y Pensiones de Barcelona 7/23/08	2.92 (b)(c)	35,000,000	35,000,000
Citigroup Funding, Inc. 8/14/08	2.68 (c)	53,000,000	53,000,000
Commonwealth Bank of Australia 7/3/08 to 7/24/08	2.50 to 2.88 (b)(c)	61,000,000	61,000,000
Compagnie Financiere du Credit Mutuel 9/9/08	2.89 (b)(c)	18,000,000	18,000,000
Credit Agricole SA 9/22/08	3.03 (b)(c)	100,000,000	100,000,000
Danske Bank A/S 7/21/08	2.47 (b)(c)	50,000,000	49,999,199
DnB NOR Bank ASA 7/25/08	2.49 (b)(c)	50,000,000	50,000,000
General Electric Capital Corp. 7/24/08 to 9/12/08	2.50 to 2.83 (c)	14,000,000	13,999,797
Hartford Life Global Funding Trust 7/15/08	2.53 (c)	15,000,000	15,000,000
HSBC Finance Corp. 7/7/08 to 7/24/08	2.47 to 2.54 (c)	42,000,000	42,000,000
HSH Nordbank AG 7/21/08 to 7/23/08	2.49 to 2.55 (b)(c)	49,000,000	48,999,997

See accompanying notes which are an integral part of the financial statements.



## MMDT Cash Portfolio Investments – continued

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<i>Due Date</i>	<i>Yield (a)</i>	<i>Principal Amount</i>	<i>Value</i>
<b>Medium-Term Notes – continued</b>			
Intesa Bank Ireland PLC 7/25/08	2.49% (b)(c)	\$ 100,000,000	\$ 100,000,000
Links Finance LLC 7/14/08 to 7/21/08	2.68 to 2.79 (b)(c)	23,000,000	22,999,892
Merrill Lynch & Co., Inc. 7/15/08	2.61 (c)	26,000,000	26,000,000
Metropolitan Life Global Funding I 7/7/08	2.50 (b)(c)	12,878,000	12,878,000
Monumental Global Funding 2007 8/29/08	2.79 (b)(c)	17,000,000	17,000,000
Morgan Stanley 7/28/08	2.57 (c)	18,000,000	18,001,107
National Australia Bank Ltd. 9/8/08	2.88 (b)(c)	30,000,000	30,000,000
National Rural Utils. Coop. Finance Corp. 7/7/08	2.47 (c)	2,000,000	2,000,000
New York Life Insurance Co. 8/29/08	2.85 (c)(e)	18,000,000	18,000,000
Pacific Life Global Funding 7/7/08	2.53 (b)(c)	10,000,000	10,001,385
PNC Bank NA, Pittsburgh 8/4/08	3.02 (c)	13,000,000	13,000,000
RACERS 7/22/08	2.63 (b)(c)	20,000,000	20,000,000
Royal Bank of Canada 7/15/08	2.87 (b)(c)	50,000,000	50,000,000
Royal Bank of Scotland PLC 7/21/08	2.51 (b)(c)	50,000,000	50,000,000
Sigma Finance, Inc. 7/1/08	2.77 (b)(c)	50,000,000	50,000,000
Skandinaviska Enskilda Banken AB 9/5/08 to 9/19/08	2.67 to 2.79 (b)(c)	61,000,000	60,998,684
Societe Generale 7/2/08	2.46 (b)(c)	100,000,000	100,000,000

See accompanying notes which are an integral part of the financial statements.

## MMDT Cash Portfolio Investments – continued

<i>Due Date</i>	<i>Yield (a)</i>	<i>Principal Amount</i>	<i>Value</i>
<b>Medium-Term Notes – continued</b>			
Southern Co. 9/18/08	2.82% (c)	\$ 5,000,000	\$ 5,000,000
Svenska Handelsbanken AB 7/7/08	2.94 (b)(c)	43,000,000	43,000,000
Toyota Motor Credit Corp. 7/21/08	2.49 (c)	13,000,000	13,000,000
Transamerica Occidental Life Insurance Co. 7/1/08	2.95 (c)(e)	28,000,000	28,000,000
UniCredito Italiano Bank (Ireland) PLC 7/11/08 to 7/15/08	2.49 to 2.71 (b)(c)	55,000,000	54,998,884
Verizon Communications, Inc. 9/17/08	2.86 (c)	33,000,000	33,000,000
Wachovia Bank NA 7/25/08	2.99 (c)	36,000,000	36,000,000
Wells Fargo & Co., tender 5/1/09	3.55 (c)	50,000,000	50,021,111
WestLB AG 7/10/08 to 9/30/08	2.52 to 2.85 (b)(c)	52,000,000	52,000,000
Westpac Banking Corp. 8/6/08 to 9/4/08	2.90 to 2.93 (b)(c)	96,000,000	95,983,651
9/11/08	2.75 (c)	20,000,000	20,006,175
<b>TOTAL MEDIUM-TERM NOTES</b>			<b><u>2,118,786,360</u></b>

## Repurchase Agreements — 20.2%

	<i>Maturity Amount</i>	
In a joint trading account at:		
2.58% dated 6/30/08 due 7/1/08 (Collateralized by U.S. Government Obligations) # . . . \$	213,494,275	213,479,000
3.17% dated 6/30/08 due 7/1/08 (Collateralized by U.S. Government Obligations) # . . .	634,056	634,000
With:		
Banc of America Securities LLC At 2.75%, dated 6/30/08 due 7/1/08 (Collateralized by Equity Securities valued at \$153,311,764) . . . . .	146,011,153	146,000,000
Barclays Capital, Inc. At 2.7%, dated 6/30/08 due 7/1/08 (Collateralized by Equity Securities valued at \$35,702,678) . . . . .	34,002,550	34,000,000
Dresdner Kleinwort Securities LLC At 2.7%, dated 6/30/08 due 7/1/08 (Collateralized by Corporate Obligations valued at \$308,703,325) . . . . .	294,022,050	294,000,000

See accompanying notes which are an integral part of the financial statements.

**MMDT Cash Portfolio  
Investments – continued**

	<i>Maturity Amount</i>	<i>Value</i>
With: – continued		
Goldman Sachs & Co. At:		
2.75%, dated 6/30/08 due 7/7/08 (Collateralized by Commercial Paper valued at \$17,511,338) .....	\$ 17,009,090	\$ 17,000,000
2.88%, dated 4/2/08 due 7/2/08 (Collateralized by Commercial Paper valued at \$50,833,385) .....	49,356,720	49,000,000
2.91%, dated 4/15/08 due 7/24/08 (Collateralized by Commercial Paper valued at \$29,019,505) .....	28,226,333	28,000,000
3%, dated 5/5/08 due 8/12/08 (Collateralized by Commercial Paper valued at \$34,151,453) .....	33,272,250	33,000,000
3.12%, dated 4/23/08 due 7/28/08 (Collateralized by Commercial Paper valued at \$33,157,101) .....	32,266,240	32,000,000
Lehman Brothers, Inc. At:		
2.7%, dated:		
6/4/08 due 7/8/08 (Collateralized by Corporate Obligations valued at \$32,613,633) ..	31,079,050	31,000,000
6/30/08 due 7/1/08 (Collateralized by Equity Securities valued at \$116,610,370) ....	111,008,325	111,000,000
2.72%, dated 6/10/08 due 7/15/08 (Collateralized by Corporate Obligations valued at \$16,861,008) .....	16,042,311	16,000,000
UBS Warburg LLC At 2.71%, dated 6/30/08 due 7/1/08 (Collateralized by Corporate Obligations valued at \$478,803,024) .....	456,034,327	456,000,000
Wachovia Securities, Inc. At:		
2.72%, dated 6/27/08 due 7/25/08 (Collateralized by Commercial Paper valued at \$28,970,059) .....	28,059,249	28,000,000
2.76%, dated 8/24/07 due 8/22/08 (Collateralized by Commercial Paper valued at \$51,543,393) (c)(d) .....	51,395,333	50,000,000
3.04%, dated 6/10/08 due 9/10/08 (Collateralized by Corporate Obligations valued at \$79,862,609) .....	76,589,707	76,000,000
3.05%, dated 6/19/08 due 9/19/08 (Collateralized by Commercial Paper valued at \$25,774,329) .....	25,194,941	25,000,000
<b>TOTAL REPURCHASE AGREEMENTS</b> .....		<b><u>1,640,113,000</u></b>
<b>TOTAL INVESTMENT IN SECURITIES – 99.1%</b> .....		<b><u>\$ 8,073,286,069</u></b>
<b>Other Assets, Less Liabilities – 0.9%</b>		
Other Assets .....		85,727,866
Less Liabilities .....		16,138,494
		<u>69,589,372</u>
<b>Net Assets – 100%</b> .....		<b><u><u>\$ 8,142,875,441</u></u></b>

See accompanying notes which are an integral part of the financial statements.

## MMDT Cash Portfolio Investments – continued

### Legend

- (a) Yield represents either the annualized yield at the date of purchase, or the stated coupon rate, or, for floating rate securities, the rate at period end.
- (b) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At the end of the period, the value of these securities amounted to \$1,499,756,067 or 18.4% of net assets.
- (c) Coupon rates for floating and adjustable rate securities reflect the rates in effect at period end. Due dates for these security types are the next interest rate reset date or, when applicable, the final maturity date.
- (d) The maturity amount is based on the rate at period end.
- (e) Restricted securities – Investment in securities not registered under the Securities Act of 1933 (excluding 144A issues). At the end of the period, the value of restricted securities (excluding 144A issues) amounted to \$192,000,000 or 2.4% of net assets.

Additional information on each holding is as follows:

Security	Acquisition Date	Cost
Asset Funding Co. III LLC: 2.51%, 7/7/08	11/7/06	\$ 25,000,000
2.52%, 7/7/08	8/29/06	29,000,000
2.91%, 7/14/08	10/10/07	36,000,000
Goldman Sachs Group, Inc. 3.19%, 7/15/08	2/14/08	37,000,000
Lehman Brothers Holdings, Inc.: 2.56%, 7/11/08	1/10/07	13,000,000
2.65%, 7/1/08	12/11/06	6,000,000
New York Life Insurance Co. 2.85%, 8/29/08	5/12/08	18,000,000
Transamerica Occidental Life Insurance Co. 2.95%, 7/1/08	3/27/08	28,000,000

# Additional Information on each counterparty to the repurchase agreement is as follows:

Repurchase Agreement / Counterparty	Value
<b>\$213,479,000 due 7/01/08 at 2.58%</b>	
BNP Paribas Securities Corp. ....	\$ 101,656,667
Banc of America Securities LLC .....	35,579,833
Barclays Capital, Inc. ....	76,242,500
	<u>\$ 213,479,000</u>
<b>\$634,000 due 7/01/08 at 3.17%</b>	
BNP Paribas Securities Corp. ....	\$ 5,317
Barclays Capital, Inc. ....	43,830
ING Financial Markets LLC .....	212,674
J.P. Morgan Securities, Inc. ....	265,842
RBC Capital Markets Corp. ....	26,584
UBS Securities LLC .....	79,753
	<u>\$ 634,000</u>

See accompanying notes which are an integral part of the financial statements.

**MMDT Cash Portfolio  
Financial Statements**

**STATEMENT OF NET ASSETS**

	<i>Years ended June 30,</i>	
	<u>2008</u>	<u>2007</u>
<b>Assets</b>		
Investment in securities, at amortized cost, which approximates market value (including repurchase agreements of \$1,640,113,000 and \$1,403,620,000, respectively) — See accompanying schedule .....	\$ 8,073,286,069	\$ 6,204,528,391
Cash .....	510,947	911,590
Unit transactions in process .....	63,451,221	304,316
Interest receivable .....	21,765,698	26,012,223
Total assets .....	<u>8,159,013,935</u>	<u>6,231,756,520</u>
<b>Liabilities</b>		
Payable for investments purchased .....	\$ 9,000,000	\$ 35,000,000
Unit transactions in process .....	1,686,266	4,744,251
Distributions payable .....	4,817,539	11,034,572
Accrued management fee .....	634,689	542,304
Total liabilities .....	<u>16,138,494</u>	<u>51,321,127</u>
<b>Net Assets</b> .....	<u>\$ 8,142,875,441</u>	<u>\$ 6,180,435,393</u>
Units outstanding .....	8,142,875,441	6,180,435,393
Net asset value per unit .....	\$ 1.00	\$ 1.00

See accompanying notes which are an integral part of the financial statements.

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## STATEMENT OF CHANGES IN NET ASSETS

	<i>Years ended June 30,</i>	
	<u>2008</u>	<u>2007</u>
<b>Additions</b>		
Interest Income .....	\$ 288,595,585	\$ 300,443,331
Net realized and unrealized gain (loss) from securities transactions .....	211,686	12,216
Management fee .....	(6,251,231)	(5,442,009)
Expense reductions .....	<u>2,383</u>	<u>19,321</u>
Net Investment Income .....	282,558,423	295,032,859
Proceeds from sales of units and reinvestment of distributions .....	<u>31,459,404,842</u>	<u>22,018,560,886</u>
<b>Total additions</b> .....	<u>31,741,963,265</u>	<u>22,313,593,745</u>
<b>Deductions:</b>		
Cost of units redeemed .....	29,496,964,794	21,584,655,112
Distributions to unit holders .....	<u>282,558,423</u>	<u>295,032,859</u>
<b>Total deductions</b> .....	<u>29,779,523,217</u>	<u>21,879,687,971</u>
Net increase (decrease) in net assets .....	1,962,440,048	433,905,774
<b>Net Assets</b>		
Beginning of period .....	<u>6,180,435,393</u>	<u>5,746,529,619</u>
End of period .....	<u>\$ 8,142,875,441</u>	<u>\$ 6,180,435,393</u>

See accompanying notes which are an integral part of the financial statements.

## FINANCIAL HIGHLIGHTS

	Years ended June 30,				
	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
<b>Selected Per-Unit Data</b>					
Net asset value, beginning of period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations					
Net investment income <sup>C</sup>	.044	.053	.042	.021	.010
Distributions from net investment income	(.044)	(.053)	(.042)	(.021)	(.010)
Net asset value, end of period	<u>\$ 1.00</u>	<u>\$ 1.00</u>	<u>\$ 1.00</u>	<u>\$ 1.00</u>	<u>\$ 1.00</u>
<b>Total Return<sup>A</sup></b>	4.48%	5.43%	4.26%	2.14%	1.02%
<b>Ratios to Average Net Assets<sup>B</sup></b>					
Expenses before reductions	.09%	.10%	.11%	.11%	.11%
Expenses net of fee waivers, if any	.09%	.10%	.11%	.11%	.11%
Expenses net of all reductions	.09%	.10%	.11%	.11%	.11%
Net investment income <sup>C</sup>	4.24%	5.30%	4.20%	2.12%	1.01%
<b>Supplemental Data</b>					
Net assets, end of period (000 omitted)	\$ 8,142,875	\$ 6,180,435	\$ 5,746,530	\$ 5,332,466	\$ 5,696,324

<sup>A</sup> Total returns would have been lower had certain expenses not been reduced during the periods shown.

<sup>B</sup> Expense ratios reflect operating expenses of the Fund. Expenses before reductions do not reflect amounts reimbursed by the investment adviser or 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.

<sup>C</sup> Adjusted to reflect realized gains or losses, if any.

See accompanying notes which are an integral part of the financial statements.

**MMDT Short-Term Bond Fund**  
**Investments/June 30, 2008** (Showing Percentage of Net Assets)

	<i>Principal Amount</i>	<i>Value</i>
<b>Nonconvertible Bonds – 23.4%</b>		
<b>CONSUMER DISCRETIONARY – 2.2%</b>		
<b>Auto Components – 0.8%</b>		
DaimlerChrysler NA Holding Corp.:		
5.75% 8/10/09 .....	\$ 2,700,000	\$ 2,732,867
5.75% 9/8/11 .....	545,000	555,760
		<u>3,288,627</u>
<b>Household Durables – 0.3%</b>		
Whirlpool Corp. 6.125% 6/15/11 .....	1,000,000	<u>1,026,213</u>
<b>Media – 1.1%</b>		
Comcast Corp. 5.5% 3/15/11 .....	1,283,000	1,283,967
Continental Cablevision, Inc. 9% 9/1/08 .....	600,000	602,657
Time Warner Cable, Inc. 6.2% 7/1/13 .....	500,000	508,434
Time Warner, Inc. 5.5% 11/15/11 .....	2,000,000	1,970,598
		<u>4,365,656</u>
<b>TOTAL CONSUMER DISCRETIONARY .....</b>		<b><u>8,680,496</u></b>
<b>CONSUMER STAPLES – 1.1%</b>		
<b>Beverages – 0.1%</b>		
Diageo Capital PLC 5.2% 1/30/13 .....	410,000	<u>410,469</u>
<b>Food &amp; Staples Retailing – 0.3%</b>		
CVS Caremark Corp. 4% 9/15/09 .....	1,000,000	994,573
Wal-Mart Stores, Inc. 4.25% 4/15/13 .....	125,000	124,300
		<u>1,118,873</u>
<b>Food Products – 0.4%</b>		
Kraft Foods, Inc.:		
4% 10/1/08 .....	445,000	444,851
4.125% 11/12/09 .....	165,000	164,753
5.625% 8/11/10 .....	735,000	752,611
		<u>1,362,215</u>
<b>Personal Products – 0.1%</b>		
Avon Products, Inc. 4.8% 3/1/13 .....	470,000	<u>465,144</u>
<b>Tobacco – 0.2%</b>		
Philip Morris International, Inc. 4.875% 5/16/13 .....	926,000	<u>909,635</u>
<b>TOTAL CONSUMER STAPLES .....</b>		<b><u>4,266,336</u></b>

See accompanying notes which are an integral part of the financial statements.



**MMDT Short-Term Bond Fund  
Investments – continued**

	<i>Principal Amount</i>	<i>Value</i>
<b>Nonconvertible Bonds – continued</b>		
<b>ENERGY – 1.2%</b>		
<b>Oil, Gas &amp; Consumable Fuels – 1.2%</b>		
Anadarko Petroleum Corp. 3.1763% 9/15/09 (b) .....	\$ 1,000,000	\$ 988,551
Duke Capital LLC 4.37% 3/1/09 .....	1,500,000	1,495,374
Kinder Morgan Energy Partners LP 6.3% 2/1/09 .....	450,000	454,564
Pemex Project Funding Master Trust 9.125% 10/13/10 .....	1,000,000	1,090,000
Rockies Express Pipeline LLC 6.25% 7/15/13 (a) .....	586,000	592,448
		<u>4,620,937</u>
<b>FINANCIALS – 11.7%</b>		
<b>Capital Markets – 3.3%</b>		
American Capital Strategies Ltd. 6.85% 8/1/12 .....	700,000	652,963
Bear Stearns Companies, Inc.:		
5.35% 2/1/12 .....	190,000	186,683
5.85% 7/19/10 .....	105,000	106,629
Goldman Sachs Group, Inc.:		
4.5% 6/15/10 .....	805,000	806,080
6.6% 1/15/12 .....	1,145,000	1,177,383
6.875% 1/15/11 .....	465,000	482,710
Janus Capital Group, Inc. 5.875% 9/15/11 .....	264,000	259,798
Lehman Brothers Holdings, Inc.:		
2.7781% 5/25/10 (b) .....	1,000,000	926,300
4.25% 1/27/10 .....	240,000	233,684
4.375% 11/30/10 .....	775,000	742,763
5.625% 1/24/13 .....	465,000	440,125
Merrill Lynch & Co., Inc.:		
4.125% 1/15/09 .....	2,206,000	2,180,766
6.15% 4/25/13 .....	509,000	493,323
Morgan Stanley:		
4% 1/15/10 .....	265,000	260,238
5.05% 1/21/11 .....	900,000	889,736
6.75% 4/15/11 .....	1,360,000	1,395,081
Sanwa Bank Ltd. 7.4% 6/15/11 .....	700,000	740,690
The Bank of New York, Inc.:		
4.95% 1/14/11 .....	400,000	400,748
4.95% 11/1/12 .....	768,000	765,767
		<u>13,141,467</u>

See accompanying notes which are an integral part of the financial statements.

## MMDT Short-Term Bond Fund Investments – continued

	<i>Principal Amount</i>	<i>Value</i>
<b>Nonconvertible Bonds – continued</b>		
<b>FINANCIALS – continued</b>		
<b>Commercial Banks – 1.5%</b>		
Bank One Corp. 7.875% 8/1/10 .....	\$ 410,000	\$ 433,986
BB&T Corp. 6.5% 8/1/11 .....	235,000	238,142
FleetBoston Financial Corp. 7.375% 12/1/09 .....	495,000	514,620
KeyBank NA 7% 2/1/11 .....	195,000	195,595
Marshall & Ilsley Corp. 5.35% 4/1/11 .....	155,000	149,702
National Australia Bank Ltd.:		
5.35% 6/12/13 (a) .....	500,000	499,210
8.6% 5/19/10 .....	360,000	384,005
PNC Funding Corp. 4.5% 3/10/10 .....	725,000	721,563
US Bancorp 4.5% 7/29/10 .....	355,000	359,633
Wells Fargo & Co.:		
3.98% 10/29/10 .....	1,235,000	1,229,200
4.2% 1/15/10 .....	1,100,000	1,103,207
Wells Fargo Bank NA, San Francisco 6.45% 2/1/11 .....	250,000	261,249
		<u>6,090,112</u>
<b>Consumer Finance – 1.6%</b>		
Capital One Bank 4.25% 12/1/08 .....	2,000,000	1,996,330
General Electric Capital Corp. 5.2% 2/1/11 .....	3,500,000	3,589,520
Household Finance Corp. 4.125% 11/16/09 .....	640,000	635,759
Nelnet, Inc. 5.125% 6/1/10 .....	145,000	132,206
ORIX Corp. 5.48% 11/22/11 .....	80,000	73,981
		<u>6,427,796</u>
<b>Diversified Financial Services – 2.4%</b>		
Bank of America Corp. 7.8% 2/15/10 .....	2,000,000	2,087,414
Citigroup, Inc. 5.125% 2/14/11 .....	1,120,000	1,115,738
Deutsche Bank AG London 5% 10/12/10 .....	1,265,000	1,284,234
GlaxoSmithKline Capital, Inc. 4.85% 5/15/13 .....	535,000	534,279
International Lease Finance Corp. 5.75% 6/15/11 .....	1,000,000	931,129
JPMorgan Chase & Co.:		
4.891% 9/1/15 (b) .....	190,000	186,393
5.6% 6/1/11 .....	2,000,000	2,027,402
6.75% 2/1/11 .....	1,360,000	1,411,570
		<u>9,578,159</u>

See accompanying notes which are an integral part of the financial statements.

**MMDT Short-Term Bond Fund  
Investments – continued**

	<i>Principal Amount</i>	<i>Value</i>
<b>Nonconvertible Bonds – continued</b>		
<b>FINANCIALS – continued</b>		
<b>Insurance – 0.5%</b>		
Genworth Financial, Inc. 5.231% 5/16/09 .....	\$ 520,000	\$ 522,534
Metropolitan Life Global Funding I 3.5513% 6/25/10 (a)(b) .....	630,000	629,412
New York Life Global Funding 4.65% 5/9/13 (a) .....	640,000	634,840
		<u>1,786,786</u>
<b>Real Estate Investment Trusts – 1.7%</b>		
AMB Property LP 5.9% 8/15/13 .....	340,000	330,744
AvalonBay Communities, Inc. 5.5% 1/15/12 .....	2,000,000	1,974,842
Brandywine Operating Partnership LP 4.5% 11/1/09 .....	180,000	174,166
Developers Diversified Realty Corp. 3.875% 1/30/09 .....	495,000	489,116
Duke Realty LP:		
5.25% 1/15/10 .....	170,000	168,407
5.625% 8/15/11 .....	105,000	101,936
6.95% 3/15/11 .....	190,000	193,388
Federal Realty Investment Trust 8.75% 12/1/09 .....	215,000	225,243
Mack-Cali Realty LP 7.25% 3/15/09 .....	140,000	141,553
Simon Property Group LP:		
5.3% 5/30/13 .....	370,000	364,016
5.375% 8/28/08 .....	2,145,000	2,145,163
Washington (REIT) 5.95% 6/15/11 .....	395,000	379,216
		<u>6,687,790</u>
<b>Real Estate Management &amp; Development – 0.3%</b>		
ERP Operating LP 4.75% 6/15/09 .....	1,094,000	1,085,083
<b>Thriffs &amp; Mortgage Finance – 0.4%</b>		
Independence Community Bank Corp. 4.8625% 6/20/13 (b) .....	2,027,000	1,635,027
<b>TOTAL FINANCIALS</b> .....		<u><b>46,432,220</b></u>
<b>HEALTH CARE – 0.4%</b>		
<b>Health Care Providers &amp; Services – 0.4%</b>		
UnitedHealth Group, Inc.:		
3.75% 2/10/09 .....	545,000	540,298
5.125% 11/15/10 .....	1,099,000	1,088,453
		<u><b>1,628,751</b></u>

See accompanying notes which are an integral part of the financial statements.

## MMDT Short-Term Bond Fund Investments – continued

	<i>Principal Amount</i>	<i>Value</i>
<b>Nonconvertible Bonds – continued</b>		
<b>INDUSTRIALS – 1.0%</b>		
<b>Air Freight &amp; Logistics – 0.3%</b>		
FedEx Corp. 5.5% 8/15/09 .....	\$ 1,070,000	\$ 1,075,970
<b>Airlines – 0.2%</b>		
Continental Airlines, Inc. pass-thru trust certificates 6.545% 8/2/20 .....	933,336	854,002
<b>Commercial Services &amp; Supplies – 0.5%</b>		
International Lease Financial Corp. 4.75% 7/1/09 .....	2,000,000	1,960,518
R.R. Donnelley & Sons Co. 3.75% 4/1/09 .....	200,000	197,953
		<u>2,158,471</u>
<b>TOTAL INDUSTRIALS</b> .....		<b>4,088,443</b>
<b>INFORMATION TECHNOLOGY – 0.2%</b>		
<b>Office Electronics – 0.2%</b>		
Xerox Corp. 5.5% 5/15/12 .....	1,000,000	<b>988,441</b>
<b>MATERIALS – 0.3%</b>		
<b>Chemicals – 0.0%</b>		
E.I. du Pont de Nemours & Co. 5% 1/15/13 .....	185,000	186,561
<b>Metals &amp; Mining – 0.3%</b>		
BHP Billiton Financial USA Ltd. 5.125% 3/29/12 .....	285,000	284,186
Rio Tinto Finance Ltd. 5.875% 7/15/13 .....	907,000	912,028
		<u>1,196,214</u>
<b>TOTAL MATERIALS</b> .....		<b>1,382,775</b>
<b>TELECOMMUNICATION SERVICES – 3.3%</b>		
<b>Diversified Telecommunication Services – 2.8%</b>		
Ameritech Capital Funding Corp. 6.25% 5/18/09 .....	460,000	466,385
British Telecommunications PLC 8.625% 12/15/10 .....	1,500,000	1,610,625
Deutsche Telekom International Finance BV 5.375% 3/23/11 .....	1,500,000	1,508,874
SBC Communications, Inc. 5.3% 11/15/10 .....	155,000	158,514
Telecom Italia Capital SA 4% 1/15/10 .....	2,000,000	1,973,110
Telefonica Emisiones SAU 5.984% 6/20/11 .....	1,250,000	1,268,488
Telefonos de Mexico SA de CV:		
4.5% 11/19/08 .....	865,000	867,123
4.75% 1/27/10 .....	350,000	350,606
Verizon Communications, Inc. 5.25% 4/15/13 .....	480,000	477,238
Verizon Global Funding Corp. 7.25% 12/1/10 .....	1,635,000	1,735,798

See accompanying notes which are an integral part of the financial statements.

## MMDT Short-Term Bond Fund Investments – continued

	<i>Principal Amount</i>	<i>Value</i>
<b>Nonconvertible Bonds – continued</b>		
<b>TELECOMMUNICATION SERVICES – continued</b>		
<b>Diversified Telecommunication Services – continued</b>		
Verizon New England, Inc. 6.5% 9/15/11 .....	\$ 390,000	\$ 400,847
Verizon New York, Inc. 6.875% 4/1/12 .....	100,000	104,290
		<u>10,921,898</u>
<b>Wireless Telecommunication Services – 0.5%</b>		
America Movil SAB de CV 4.125% 3/1/09 .....	1,000,000	1,001,670
Vodafone Group PLC:		
5.5% 6/15/11 .....	195,000	196,914
7.75% 2/15/10 .....	810,000	846,423
		<u>2,045,007</u>
<b>TOTAL TELECOMMUNICATION SERVICES .....</b>		<b><u>12,966,905</u></b>
<b>UTILITIES – 2.0%</b>		
<b>Electric Utilities – 0.9%</b>		
Alabama Power Co. 4.85% 12/15/12 .....	445,000	447,003
Baltimore Gas & Electric Co. 6.125% 7/1/13 .....	310,000	313,832
Commonwealth Edison Co. 5.4% 12/15/11 .....	283,000	283,908
Duke Energy Corp. 5.65% 6/15/13 .....	1,000,000	1,004,843
EDP Finance BV 5.375% 11/2/12 (a) .....	735,000	732,672
Mid-American Energy Co. 5.65% 7/15/12 .....	665,000	682,160
		<u>3,464,418</u>
<b>Independent Power Producers &amp; Energy Traders – 0.3%</b>		
Constellation Energy Group, Inc. 6.125% 9/1/09 .....	1,000,000	1,013,922
PSEG Power LLC 3.75% 4/1/09 .....	405,000	404,481
		<u>1,418,403</u>
<b>Multi-Utilities – 0.8%</b>		
Dominion Resources, Inc. 6.3% 9/30/66 (b) .....	210,000	192,203
DTE Energy Co. 7.05% 6/1/11 .....	435,000	450,683
KeySpan Corp. 7.625% 11/15/10 .....	210,000	223,977
NiSource Finance Corp. 7.875% 11/15/10 .....	215,000	222,958
Sempra Energy:		
4.75% 5/15/09 .....	2,000,000	2,007,140
7.95% 3/1/10 .....	140,000	147,589
		<u>3,244,550</u>
<b>TOTAL UTILITIES .....</b>		<b><u>8,127,371</u></b>
<b>TOTAL NONCONVERTIBLE BONDS</b>		
(Cost \$93,369,424) .....		<b><u>93,182,675</u></b>

See accompanying notes which are an integral part of the financial statements.

**MMDT Short-Term Bond Fund  
Investments – continued**

	<i>Principal Amount</i>	<i>Value</i>
<b>U.S. Government and Government Agency Obligations — 36.6%</b>		
<b>U.S. Government Agency Obligations – 7.0%</b>		
Fannie Mae:		
4.75% 3/12/10 .....	\$ 2,000,000	\$ 2,054,108
4.875% 5/18/12 .....	20,500,000	21,194,930
5% 10/15/11 .....	1,355,000	1,410,406
Freddie Mac 5.75% 1/15/12 .....	3,000,000	<u>3,184,284</u>
<b>TOTAL U.S. GOVERNMENT AGENCY OBLIGATIONS .....</b>		<b><u>27,843,728</u></b>
<b>U.S. Treasury Obligations – 29.6%</b>		
U.S. Treasury Notes:		
2.5% 3/31/13 .....	1,205,000	1,162,543
2.75% 2/28/13 .....	13,652,000	13,327,765
4.5% 11/30/11 .....	10,075,000	10,540,183
4.625% 8/31/11 .....	3,770,000	3,952,611
4.75% 5/31/12 .....	53,590,000	56,667,247
4.875% 4/30/11 .....	6,305,000	6,646,359
4.875% 7/31/11 .....	5,785,000	6,111,760
5.125% 6/30/11 .....	18,166,000	<u>19,307,043</u>
<b>TOTAL U.S. TREASURY OBLIGATIONS .....</b>		<b><u>117,715,511</u></b>
<b>TOTAL U.S. GOVERNMENT AND GOVERNMENT AGENCY OBLIGATIONS</b>		
(Cost \$144,205,569) .....		<u><b>145,559,239</b></u>
<b>U.S. Government Agency – Mortgage Securities — 11.8%</b>		
<b>Fannie Mae – 10.2%</b>		
3.853% 5/1/33 (b) .....	2,139,743	2,116,063
3.924% 8/1/33 (b) .....	1,512,891	1,527,931
3.943% 8/1/33 (b) .....	513,045	510,709
4.111% 10/1/33 (b) .....	1,656,513	1,705,182
4.286% 11/1/34 (b) .....	228,400	229,320
4.293% 2/1/35 (b) .....	225,374	227,084
4.345% 3/1/35 (b) .....	123,858	124,820
4.38% 7/1/33 (b) .....	186,387	186,697
4.462% 2/1/35 (b) .....	339,737	343,099

See accompanying notes which are an integral part of the financial statements.

**MMDT Short-Term Bond Fund  
Investments – continued**

	<i>Principal Amount</i>	<i>Value</i>
<b>U.S. Government Agency – Mortgage Securities – continued</b>		
<b>Fannie Mae – continued</b>		
4.5% 12/1/18 .....	\$ 1,400,181	\$ 1,381,062
4.559% 5/1/35 (b) .....	575,752	578,615
4.571% 6/1/33 (b) .....	67,125	67,397
4.626% 7/1/35 (b) .....	3,809,352	3,830,852
4.635% 9/1/35 (b) .....	176,484	178,890
4.707% 5/1/35 (b) .....	872,829	877,913
4.71% 8/1/35 (b) .....	1,149,768	1,158,694
4.734% 7/1/35 (b) .....	165,673	167,869
4.749% 5/1/35 (b) .....	91,524	92,052
4.752% 3/1/35 (b) .....	112,293	113,664
4.752% 5/1/35 (b) .....	67,733	68,266
4.766% 9/1/34 (b) .....	471,164	477,156
4.766% 10/1/35 (b) .....	170,481	171,728
4.768% 1/1/35 (b) .....	146,402	148,111
4.775% 1/1/35 (b) .....	219,510	222,226
4.78% 3/1/35 (b) .....	144,685	146,310
4.785% 2/1/35 (b) .....	126,788	128,376
4.787% 8/1/35 (b) .....	95,169	95,967
4.792% 9/1/34 (b) .....	101,538	102,864
4.814% 9/1/34 (b) .....	67,571	68,455
4.825% 8/1/35 (b) .....	3,000,554	3,006,984
4.83% 8/1/34 (b) .....	153,317	155,827
4.86% 10/1/35 (b) .....	80,076	80,825
4.863% 9/1/35 (b) .....	3,796,244	3,832,596
4.871% 8/1/34 (b) .....	84,001	84,971
4.888% 7/1/35 (b) .....	383,576	386,961
4.942% 8/1/34 (b) .....	286,116	290,203
4.964% 8/1/34 (b) .....	112,364	113,946
4.982% 6/1/35 (b) .....	179,378	181,222
5.007% 11/1/35 (b) .....	161,851	163,652
5.052% 7/1/35 (b) .....	446,841	451,628
5.107% 1/1/36 (b) .....	205,234	209,144
5.142% 9/1/36 (b) .....	794,145	803,678
5.149% 6/1/35 (b) .....	70,970	71,842
5.154% 9/1/35 (b) .....	964,627	976,320
5.154% 9/1/35 (b) .....	629,309	636,843
5.158% 12/1/35 (b) .....	3,213,002	3,255,642
5.198% 3/1/35 (b) .....	3,175,634	3,186,771

See accompanying notes which are an integral part of the financial statements.

**MMDT Short-Term Bond Fund  
Investments – continued**

	<i>Principal Amount</i>	<i>Value</i>
<b>U.S. Government Agency – Mortgage Securities – continued</b>		
<b>Fannie Mae – continued</b>		
5.226% 12/1/35 (b) .....	\$ 260,369	\$ 263,855
5.265% 2/1/36 (b) .....	163,807	166,041
5.295% 1/1/36 (b) .....	290,743	295,335
5.296% 2/1/36 (b) .....	125,251	127,174
5.319% 2/1/36 (b) .....	40,337	40,925
5.379% 11/1/35 (b) .....	47,216	47,894
5.396% 11/1/35 (b) .....	170,414	173,039
5.446% 5/1/36 (b) .....	209,795	213,200
5.464% 4/1/36 (b) .....	225,386	229,244
5.492% 5/1/36 (b) .....	182,150	185,879
5.523% 11/1/36 (b) .....	227,124	231,821
5.557% 5/1/36 (b) .....	470,014	479,554
5.673% 5/1/36 (b) .....	95,510	97,527
5.744% 3/1/36 (b) .....	403,289	411,833
5.763% 1/1/36 (b) .....	235,838	240,552
5.797% 3/1/36 (b) .....	107,613	109,937
5.941% 4/1/36 (b) .....	215,730	220,940
6.05% 4/1/36 (b) .....	68,484	70,186
6.061% 9/1/36 (b) .....	161,494	165,897
6.154% 4/1/36 (b) .....	149,819	153,639
6.251% 6/1/36 (b) .....	34,028	34,774
6.516% 9/1/36 (b) .....	259,978	268,085
6.528% 9/1/36 (b) .....	295,617	305,040
6.548% 9/1/36 (b) .....	472,812	487,883
6.557% 9/1/36 (b) .....	252,083	260,119
6.641% 9/1/36 (b) .....	275,579	284,363
<b>TOTAL FANNIE MAE .....</b>		<b><u>40,501,163</u></b>
<b>Freddie Mac – 1.6%</b>		
4.237% 2/1/35 (b) .....	310,059	312,663
4.301% 11/1/34 (b) .....	184,141	185,098
4.425% 4/1/35 (b) .....	292,535	292,799
4.611% 1/1/36 (b) .....	79,980	80,839
4.618% 2/1/35 (b) .....	168,970	169,528
4.625% 3/1/35 (b) .....	193,735	194,380
4.747% 4/1/35 (b) .....	338,678	340,609
4.833% 11/1/35 (b) .....	269,594	271,356
4.921% 9/1/35 (b) .....	208,745	210,354

See accompanying notes which are an integral part of the financial statements.



**MMDT Short-Term Bond Fund  
Investments – continued**

	<i>Principal Amount</i>	<i>Value</i>
<b>U.S. Government Agency – Mortgage Securities – continued</b>		
<b>Freddie Mac – continued</b>		
5.045% 8/1/35 (b) .....	\$ 71,541	\$ 72,216
5.134% 8/1/36 (b) .....	140,485	143,507
5.356% 12/1/35 (b) .....	226,059	229,018
5.533% 1/1/36 (b) .....	344,171	349,178
5.59% 12/1/35 (b) .....	263,931	266,373
5.718% 7/1/37 (b) .....	155,884	158,532
5.749% 10/1/35 (b) .....	59,056	60,050
5.757% 1/1/37 (b) .....	274,921	280,234
5.825% 1/1/36 (b) .....	127,525	129,694
5.832% 1/1/36 (b) .....	476,181	485,198
5.836% 4/1/36 (b) .....	350,416	357,142
6.098% 6/1/36 (b) .....	136,811	139,609
6.129% 6/1/35 (b) .....	90,423	93,090
6.181% 2/1/36 (b) .....	506,176	517,632
6.572% 10/1/36 (b) .....	209,174	215,507
7.5% 7/1/34 .....	730,416	779,361
<b>TOTAL FREDDIE MAC .....</b>		<b><u>6,333,967</u></b>
<b>TOTAL U.S. GOVERNMENT AGENCY – MORTGAGE SECURITIES</b>		
(Cost \$45,912,185) .....		<b><u>46,835,130</u></b>
<b>Asset-Backed Securities — 12.4%</b>		
Advanta Business Card Master Trust:		
Series 2006-A3 Class A3, 5.3% 5/21/12 .....	2,000,000	1,996,562
Series 2007-A2 Class A2, 5% 3/20/13 .....	1,820,000	1,796,113
Series 2007-B2 Class B2, 5.5% 6/20/13 .....	740,000	636,622
AmeriCredit Automobile Receivables Trust:		
Series 2006-BD Class A4, 5.21% 9/6/13 .....	415,710	362,208
Series 2006-RM Class A2, 5.42% 8/8/11 .....	1,867,468	1,838,196
Series 2007-CM Class A3A, 5.42% 5/7/12 .....	470,000	450,539
AmeriCredit Prime Automobile Receivables Trust:		
Series 2007-1:		
Class C, 5.43% 2/28/14 .....	95,000	82,138
Class D, 5.62% 9/30/14 .....	640,000	494,720
Series 2007-2M Class A3, 5.22% 4/8/10 .....	330,000	313,823

See accompanying notes which are an integral part of the financial statements.

**MMDT Short-Term Bond Fund  
Investments – continued**

	<i>Principal Amount</i>	<i>Value</i>
<b>Asset-Backed Securities – continued</b>		
Brazos Higher Education Authority, Inc. Student Loan Rev. Series 2006 A2R, 5.03% 12/1/41 . . . .	\$ 565,000	\$ 570,383
Capital Auto Receivables Asset Trust:		
Series 2006-2:		
Class B, 5.07% 12/15/11 . . . . .	550,000	530,267
Class C, 5.31% 6/15/12 . . . . .	1,450,000	1,352,034
Series 2007-1 Class B, 5.15% 9/17/12 . . . . .	290,000	272,961
Series 2007-SN1:		
Class B, 5.52% 3/15/11 . . . . .	140,000	134,663
Class C, 5.73% 3/15/11 . . . . .	80,000	73,975
Class D, 6.05% 1/17/12 . . . . .	200,000	175,906
Capital One Auto Finance Trust Series 2007-A Class A3A, 5.25% 8/15/11 . . . . .	780,000	764,644
Capital One Multi-Asset Execution Trust:		
Series 2006-A6 Class A6, 5.3% 2/18/14 . . . . .	470,000	477,108
Series 2007-B3 Class B3, 5.05% 3/15/13 . . . . .	1,880,000	1,839,463
Series 2007-B5 Class B5, 5.4% 5/15/13 . . . . .	890,000	874,286
Capital One Prime Auto Receivables Trust:		
Series 2006-2 Class A4, 4.94% 7/15/12 . . . . .	455,000	461,777
Series 2007-1 Class B1, 5.76% 12/15/13 . . . . .	275,000	260,481
Carmax Auto Owner Trust:		
Series 2006-1 Class C, 5.76% 11/15/12 . . . . .	1,820,000	1,578,122
Series 2006-2:		
Class B, 5.31% 4/16/12 . . . . .	1,840,000	1,631,563
Class C, 5.53% 3/15/13 . . . . .	295,000	246,797
Caterpillar Financial Asset Trust Series 2006-A:		
Class A4, 5.62% 8/25/11 . . . . .	1,010,000	1,009,975
Class B, 5.71% 6/25/12 . . . . .	775,000	774,790
Chase Auto Owner Trust Series 2006-B Class B, 5.24% 4/15/14 . . . . .	326,564	326,084
Chase Issuance Trust Series 2007-15 Class A, 4.96% 9/17/12 . . . . .	1,725,000	1,752,379
CIT Equipment Collateral Trust Series 2006-VT2:		
Class A4, 5.05% 4/20/14 . . . . .	675,000	678,855
Class D, 5.46% 4/20/14 . . . . .	140,621	129,371
Citibank Credit Card Issuance Trust:		
Series 2005-C5 Class C5, 4.95% 10/25/10 . . . . .	2,000,000	1,992,500
Series 2006-B2 Class B2, 5.15% 3/7/11 . . . . .	1,050,000	1,054,790
Series 2007-B2 Class B2, 5% 4/2/12 . . . . .	1,895,000	1,884,050

See accompanying notes which are an integral part of the financial statements.

**MMDT Short-Term Bond Fund  
Investments – continued**

	<i>Principal Amount</i>	<i>Value</i>
<b>Asset-Backed Securities – continued</b>		
CNH Equipment Trust Series 2006-B Class B, 5.36% 6/17/13 .....	\$ 295,000	\$ 284,909
DaimlerChrysler Auto Trust Series 2006-C Class B, 5.11% 4/8/13 .....	495,000	460,814
Ford Credit Auto Owner Trust:		
Series 2006-B:		
Class B, 5.43% 2/15/12 .....	450,000	430,282
Class C, 5.68% 6/15/12 .....	560,000	494,200
Series 2006-C:		
Class A4A, 5.15% 2/15/12 .....	855,000	868,138
Class B, 5.3% 6/15/12 .....	205,000	194,130
Class C, 5.47% 9/15/12 .....	335,000	297,002
Series 2007-A:		
Class A4A, 5.47% 6/15/12 .....	475,000	481,559
Class B, 5.6% 10/15/12 .....	125,000	116,358
Class C, 5.8% 2/15/13 .....	205,000	178,289
Franklin Auto Trust:		
Series 2006-1:		
Class B, 5.14% 7/21/14 .....	80,000	67,072
Class C, 5.41% 7/21/14 .....	720,000	504,072
Series 2007-1:		
Class A4, 5.03% 2/16/15 .....	410,000	394,561
Class B, 5.13% 2/16/15 .....	300,000	240,330
GE Capital Credit Card Master Note Trust:		
Series 2007-1 Class B, 4.95% 3/15/13 .....	820,000	771,374
Series 2007-3 Class B, 5.49% 6/15/13 .....	870,000	810,231
GS Auto Loan Trust Series 2007-1:		
Class A3, 5.39% 12/15/11 .....	1,100,000	1,118,216
Class B, 5.53% 12/15/14 .....	137,400	131,475
HSBC Automotive Trust:		
Series 2006-2 Class A4, 5.67% 6/17/13 .....	470,000	475,766
Series 2007-1 Class A4, 5.33% 11/17/13 .....	520,000	514,475
Hyundai Auto Receivables Trust:		
Series 2006-B Class C, 5.25% 5/15/13 .....	170,000	168,204
Series 2007-A Class A3A, 5.04% 1/17/12 .....	555,000	564,941
Long Beach Auto Receivables Trust Series 2006-A Class A3, 5.418% 12/15/10 .....	144,661	144,889
Morgan Stanley ABS Capital I Trust Series 2006-NC5 Class A2C, 2.6325% 10/25/36 (b) .....	255,000	164,858
National Collegiate Student Loan Trust:		
Series 2004-1 Class AIO, 5.5% 4/25/11 (c) .....	380,000	44,566
Series 2006-2 Class AIO, 6% 8/25/11 (c) .....	3,245,000	492,864

See accompanying notes which are an integral part of the financial statements.

**MMDT Short-Term Bond Fund  
Investments – continued**

	<i>Principal Amount</i>	<i>Value</i>
<b>Asset-Backed Securities – continued</b>		
National Collegiate Student Loan Trust: – continued		
Series 2006-3 Class AIO, 7.1% 1/25/12 (c) .....	\$ 1,405,000	\$ 298,520
Series 2006-4 Class AIO, 6.35% 2/27/12 (c) .....	1,055,000	207,656
Series 2007-1 Class AIO, 7.27% 4/25/12 (c) .....	1,290,000	306,130
Series 2007-2 Class AIO, 6.7% 7/25/12 (c) .....	940,000	215,786
Nissan Auto Lease Trust Series 2006-A Class A4, 5.1% 7/16/12 .....	1,130,000	1,135,758
Nissan Auto Receivables Owner Trust Series 2007-B Class A3, 5.03% 5/16/11 .....	450,000	453,159
Park Place Securities, Inc. Series 2004-WWF1 Class M2, 3.1625% 2/25/35 (b) .....	1,000,000	748,542
Triad Auto Receivables Owner Trust:		
Series 2006-B:		
Class A3, 5.41% 8/12/11 .....	593,557	594,099
Class A4, 5.52% 11/12/12 .....	1,500,000	1,458,756
Series 2006-C Class A4, 5.31% 5/13/13 .....	329,290	306,291
Turquoise Card Backed Securities PLC Series 2007-1 Class B, 5.53% 6/15/12 .....	620,000	577,859
Volkswagen Auto Lease Trust Series 2006-A Class A3, 5.5% 9/21/09 .....	1,302,318	1,310,337
Wachovia Auto Loan Owner Trust:		
Series 2006-1 Class B, 5.15% 7/20/12 (a) .....	255,000	237,190
Series 2007-1:		
Class B, 5.38% 7/20/12 .....	640,000	592,400
Class C, 5.45% 10/22/12 .....	445,000	399,966
Class D, 5.65% 2/20/13 .....	695,000	501,373
WaMu Master Note Trust Series 2007-A4A Class A4, 5.2% 10/15/14 (a) .....	400,000	377,688
World Omni Auto Receivables Trust Series 2007-B Class A3A, 5.28% 1/17/12 .....	265,000	<u>268,605</u>
<b>TOTAL ASSET-BACKED SECURITIES</b>		
(Cost \$51,753,189) .....		<b><u>49,221,835</u></b>
<b>Collateralized Mortgage Obligations — 2.8%</b>		
<b>Private Sponsor – 1.7%</b>		
Banc of America Mortgage Securities, Inc.:		
Series 2003-J Class 2A2, 4.3956% 11/25/33 (b) .....	172,179	167,682
Series 2004-A:		
Class 2A1, 3.5431% 2/25/34 (b) .....	107,276	103,751
Class 2A2, 4.0941% 2/25/34 (b) .....	463,711	444,594
Series 2004-D Class 2A1, 3.6163% 5/25/34 (b) .....	55,922	54,554

See accompanying notes which are an integral part of the financial statements.

## MMDT Short-Term Bond Fund Investments – continued

	<i>Principal Amount</i>	<i>Value</i>
<b>Collateralized Mortgage Obligations – continued</b>		
<b>Private Sponsor – continued</b>		
Banc of America Mortgage Securities, Inc.: – continued		
Series 2005-H:		
Class 1A1, 4.9194% 9/25/35 (b) .....	\$ 54,408	\$ 52,101
Class 2A2, 4.8044% 9/25/35 (b) .....	64,607	60,322
Series 2005-J Class 2A4, 5.0916% 11/25/35 (b) .....	1,240,000	1,220,063
Chase Mortgage Finance Trust:		
Series 2007-A1 Class 5A1, 4.17% 2/25/37 (b) .....	300,721	293,551
Series 2007-A2:		
Class 2A1, 4.2383% 7/25/37 (b) .....	157,073	153,915
Class 3A1, 4.5646% 7/25/37 (b) .....	1,186,907	1,175,181
Citigroup Mortgage Loan Trust Series 2004-UST1 Class A4, 4.3946% 8/25/34 (b) .....	482,517	462,408
Countrywide Home Loans, Inc. Series 2005-HYB3 Class 2A6B, 4.4074% 6/20/35 (b) .....	225,000	160,910
Credit Suisse First Boston Mortgage Securities Corp. floater Series 2007-AR7 Class 2A1, 4.626% 11/25/34 (b) .....	185,053	175,835
Granite Master Issuer PLC floater Series 2007-1:		
Class 1C1, 3.1025% 12/20/54 (b) .....	265,000	233,704
Class 2C1, 3.2325% 12/20/54 (b) .....	140,000	92,316
JPMorgan Chase Commercial Mortgage Securities Trust Series 2007-CB18 Class A1, 5.32% 6/12/47 (b) .....	178,022	177,320
JPMorgan Mortgage Trust Series 2006-A3 Class 6A1, 3.7638% 8/25/34 (b) .....	294,625	286,227
Merrill Lynch-CFC Commercial Mortgage Trust Series 2006-3 Class XP, 0.66% 7/12/46 (b)(c) ...	8,162,677	238,304
WaMu Mortgage pass-thru certificates:		
Series 2003-AR10 Class A7, 4.0564% 10/25/33 (b) .....	245,000	226,987
Series 2004-AR7 Class A6, 3.9397% 7/25/34 (b) .....	90,000	88,911
Series 2005-AR16 Class 1A3, 5.1005% 12/25/35 (b) .....	425,000	355,428
Wells Fargo Mortgage Backed Securities Trust Series 2004-EE Class 2A2, 3.9906% 12/25/34 (b) ..	375,051	365,560
<b>TOTAL PRIVATE SPONSOR .....</b>		<b>6,589,624</b>
<b>U.S. Government Agency – 1.1%</b>		
Fannie Mae subordinate REMIC pass-thru certificates sequential payer:		
Series 2002-56 Class MC, 5.5% 9/25/17 .....	163,886	165,455
Series 2004-7 Class J, 4% 7/25/17 .....	810,926	802,254
Freddie Mac sequential payer Series 2508 Class UL, 5% 12/15/16 .....	188,296	189,767

See accompanying notes which are an integral part of the financial statements.

## MMDT Short-Term Bond Fund Investments – continued

	<i>Principal Amount</i>	<i>Value</i>
<b>Collateralized Mortgage Obligations – continued</b>		
<b>U.S. Government Agency – continued</b>		
Freddie Mac Multi-class participation certificates guaranteed:		
planned amortization class:		
Series 2382 Class MB, 6% 11/15/16 .....	\$ 342,027	\$ 351,370
Series 2394 Class KD, 6% 12/15/16 .....	198,510	203,925
Series 2417 Class EH, 6% 2/15/17 .....	108,602	111,541
Series 2617 Class TH, 4.5% 5/15/15 .....	507,119	509,846
sequential payer:		
Series 2910 Class BD, 4.5% 11/15/18 .....	1,811,293	1,786,118
Series 2970 Class YA, 5% 9/15/18 .....	285,526	287,669
<b>TOTAL U.S. GOVERNMENT AGENCY .....</b>		<b><u>4,407,945</u></b>
<b>TOTAL COLLATERALIZED MORTGAGE OBLIGATIONS</b>		
(Cost \$11,184,531) .....		<b><u>10,997,569</u></b>
<b>Commercial Mortgage Securities — 10.2%</b>		
Banc of America Commercial Mortgage Trust:		
sequential payer:		
Series 2006-4 Class A1, 5.363% 5/10/11 (b) .....	99,439	99,879
Series 2006-5:		
Class A1, 5.185% 7/10/11 .....	165,882	166,141
Class A2, 5.317% 10/10/11 .....	1,145,000	1,128,608
Series 2007-2 Class A1, 5.421% 1/10/12 .....	259,422	258,428
Series 2006-4 Class XP, 0.4033% 7/10/46 (b)(c) .....	15,401,663	259,384
Series 2006-5 Class XP, 0.832% 9/10/47 (c) .....	5,808,909	137,507
Series 2006-6 Class XP, 0.4285% 10/10/45 (b)(c) .....	9,214,715	160,602
Banc of America Commercial Mortgage, Inc. sequential payer Series 2005-1 Class A3, 4.877% 11/10/42 .....	446,169	445,527
Bear Stearns Commercial Mortgage Securities Trust:		
sequential payer:		
Series 2006-PW12 Class A2, 5.688% 9/11/38 .....	380,000	380,082
Series 2006-T24 Class A1, 4.905% 10/12/41 (b) .....	442,752	439,397
Series 2007-T26 Class A1, 5.145% 1/12/45 (b) .....	476,438	471,450
Series 2006-PW13 Class A2, 5.426% 9/11/41 .....	2,000,000	1,981,110
Series 2007-PW15 Class A1, 5.016% 2/11/44 .....	30,808	30,400
Series 2007-T28 Class A1, 5.422% 9/11/42 .....	200,904	199,174

See accompanying notes which are an integral part of the financial statements.

**MMDT Short-Term Bond Fund  
Investments – continued**

	<i>Principal Amount</i>	<i>Value</i>
<b>Commercial Mortgage Securities – continued</b>		
Citigroup/Deutsche Bank Commercial Mortgage Trust sequential payer Series 2007-CD4 Class A1, 4.977% 12/11/49 .....	\$ 376,709	\$ 373,152
Cobalt CMBS Commercial Mortgage Trust sequential payer Series 2007-C2 Class A1, 5.064% 9/15/11 (b) .....	197,620	195,538
COMM pass-thru certificates:		
sequential payer:		
Series 2006-C7 Class A2, 5.69% 6/10/46 .....	3,000,000	2,999,518
Series 2006-C8:		
Class A1, 5.11% 12/10/46 .....	304,803	305,137
Class A3, 5.31% 12/10/46 .....	1,000,000	956,498
Series 2006-C8 Class XP, 0.502% 12/10/46 (b)(c) .....	21,639,302	432,258
Credit Suisse Commercial Mortgage Trust:		
sequential payer:		
Series 2006-C4 Class A2, 5.361% 9/15/39 .....	2,000,000	1,977,834
Series 2006-C5 Class A1, 5.297% 12/15/39 .....	902,946	904,291
Series 2007-C2 Class A1, 5.269% 1/15/49 .....	130,164	129,769
Series 2007-C3 Class A1, 5.664% 6/15/39 (b) .....	153,256	154,148
Series 2006-C5 Class ASP, 0.6675% 12/15/39 (b)(c) .....	13,284,718	369,148
Credit Suisse First Boston Mortgage Securities Corp.:		
sequential payer:		
Series 2002-CP5 Class A1, 4.106% 12/15/35 .....	268,556	260,860
Series 2004-C1 Class A3, 4.321% 1/15/37 .....	3,000,000	2,951,930
Series 1998-C1 Class D, 7.17% 5/17/40 .....	265,000	274,784
Series 1999-C1 Class E, 7.9698% 9/15/41 (b) .....	365,000	375,246
Series 2006-C1 Class A3, 5.5522% 2/15/39 (b) .....	2,000,000	1,971,025
Credit Suisse Mortgage Capital Certificates:		
sequential payer:		
Series 2006-C2 Class A1, 5.25% 3/15/39 .....	1,495,487	1,497,824
Series 2007-C1 Class A1, 5.227% 2/15/40 .....	162,990	162,591
Series 2007-C1 Class ASP, 0.4221% 2/15/40 (b)(c) .....	22,734,931	424,866
GE Capital Commercial Mortgage Corp.:		
sequential payer Series 2004-C2 Class A2, 4.119% 3/10/40 .....	190,000	187,992
Series 2007-C1 Class XP, 0.2506% 12/10/49 (b)(c) .....	14,449,943	143,537
GMAC Commercial Mortgage Securities, Inc. sequential payer Series 2004-C2 Class A2, 4.76% 8/10/38 (b) .....	335,000	332,610
Greenwich Capital Commercial Funding Corp. sequential payer:		
Series 2003-C1 Class A2, 3.285% 7/5/35 .....	1,065,952	1,038,788
Series 2006-GG7 Class A1, 5.7435% 7/10/38 .....	237,847	240,501
Series 2007-GG9 Class A1, 5.233% 3/10/39 .....	213,284	212,763

See accompanying notes which are an integral part of the financial statements.

**MMDT Short-Term Bond Fund  
Investments – continued**

	<i>Principal Amount</i>	<i>Value</i>
<b>Commercial Mortgage Securities – continued</b>		
JPMorgan Chase Commercial Mortgage Securities Corp. sequential payer Series 2003-CB7 Class A2, 4.128% 1/12/38 .....	\$ 2,198,183	\$ 2,176,855
JPMorgan Chase Commercial Mortgage Securities Trust:		
sequential payer:		
Series 2006-CB15 Class A3, 5.819% 6/12/43 (b) .....	775,000	766,123
Series 2006-LDP9 Class A1, 5.17% 5/15/47 (b) .....	308,072	308,493
Series 2007-LDP10 Class A1, 5.122% 1/15/49 .....	149,609	148,894
Series 2007-LDP10:		
Class BS, 5.437% 1/15/49 (b) .....	210,000	166,573
Class CS, 5.466% 1/15/49 (b) .....	90,000	69,988
LB-UBS Commercial Mortgage Trust:		
sequential payer:		
Series 2005-C3 Class A2, 4.553% 7/15/30 .....	230,000	228,434
Series 2006-C3 Class A1, 5.478% 3/15/39 .....	173,121	174,549
Series 2006-C6 Class A1, 5.23% 9/15/39 .....	198,940	199,528
Series 2006-C7 Class A1, 5.279% 11/15/38 .....	92,460	92,833
Series 2007-C1 Class A1, 5.391% 2/15/40 (b) .....	130,795	130,797
Series 2007-C2 Class A1, 5.226% 2/15/40 .....	114,113	114,027
Series 2007-C1 Class XCP, 0.4577% 2/15/40 (b)(c) .....	3,010,644	62,771
Series 2007-C2 Class XCP, 0.508% 2/17/40 (b)(c) .....	13,229,232	293,231
Merrill Lynch-CFC Commercial Mortgage Trust:		
sequential payer:		
Series 2007-6 Class A1, 5.175% 3/12/51 .....	133,499	132,871
Series 2007-8 Class A1, 4.622% 8/12/49 .....	205,910	201,656
Series 2006-4 Class XP, 0.6496% 12/12/49 (b)(c) .....	32,861,170	896,196
Morgan Stanley Capital I Trust sequential payer:		
Series 2004-HQ3 Class A2, 4.05% 1/13/41 .....	217,230	214,867
Series 2006-HQ10 Class A1, 5.131% 11/12/41 .....	474,017	475,439
Series 2006-HQ8 Class A1, 5.124% 3/12/44 .....	79,643	79,723
Series 2006-HQ9 Class A1, 5.49% 7/20/44 .....	500,497	504,134
Series 2006-IQ11 Class A1, 5.609% 10/15/42 .....	1,567,605	1,575,080
Series 2006-T23 Class A1, 5.682% 8/12/41 .....	149,829	151,465
Series 2007-HQ11:		
Class A1, 5.246% 2/20/44 .....	223,307	222,605
Class A31, 5.439% 2/20/44 (b) .....	595,000	569,701
Series 2007-IQ13 Class A1, 5.05% 3/15/44 .....	215,133	212,305
Series 2007-IQ14 Class A1, 5.38% 4/15/49 .....	450,830	447,697
Morgan Stanley Dean Witter Capital I Trust sequential payer Series 2001-PPM Class A2, 6.4% 2/15/31 .....	24,340	24,906

See accompanying notes which are an integral part of the financial statements.



**MMDT Short-Term Bond Fund  
Investments – continued**

	<i>Principal Amount</i>	<i>Value</i>
<b>Commercial Mortgage Securities – continued</b>		
NationsLink Funding Corp. Series 1999-1 Class C, 6.571% 1/20/31 .....	\$ 180,000	\$ 181,042
Structured Asset Securities Corp. Series 1997-LLI Class D, 7.15% 10/12/34 .....	250,518	260,962
Wachovia Bank Commercial Mortgage Trust: sequential payer:		
Series 2005-C22 Class A1, 4.98% 12/15/44 .....	64,130	64,204
Series 2006-C27 Class A1, 5.405% 7/15/45 .....	329,792	331,325
Series 2006-C29 Class A1, 5.11% 11/15/48 .....	1,209,177	1,207,435
Series 2007-C30 Class A1, 5.031% 12/15/43 .....	207,169	205,614
Series 2006-C25 Class A2, 5.684% 5/15/43 .....	2,500,000	2,506,784
Series 2006-C27 Class XP, 0.3005% 7/15/45 (b)(c) .....	12,775,460	<u>164,585</u>
<b>TOTAL COMMERCIAL MORTGAGE SECURITIES</b>		
(Cost \$40,822,604) .....		<u><b>40,593,989</b></u>
<b>Municipal Securities — 1.0%</b>		
New York City Transitional Fin. Auth. Rev. Series B, 6% 11/15/10 (Pre-Refunded to 5/15/10 @ 101) (d) .....	1,640,000	1,758,703
North Carolina Gen. Oblig. Series 2005 B, 5% 4/1/11 .....	2,010,000	<u>2,115,605</u>
<b>TOTAL MUNICIPAL SECURITIES</b>		
(Cost \$3,884,356) .....		<u><b>3,874,308</b></u>
<b>Cash Equivalents — 1.1%</b>		
	<i>Maturity Amount</i>	
Investments in repurchase agreements in a joint trading account at 2.58%, dated 6/30/08 due 7/1/08 (Collateralized by U.S. Government Obligations) # (Cost \$4,621,000) .....	\$ 4,621,332	<u><b>4,621,000</b></u>
<b>TOTAL INVESTMENT IN SECURITIES – 99.3%</b>		
(Cost \$395,752,858) .....	\$	<u><b>394,885,745</b></u>
<b>Other Assets, Less Liabilities – 0.7%</b>		
Other Assets .....		2,869,390
Less Liabilities .....		<u>45,459</u>
		<u>2,823,931</u>
<b>Net Assets – 100%</b> .....	\$	<u><u><b>397,709,676</b></u></u>

See accompanying notes which are an integral part of the financial statements.

## MMDT Short-Term Bond Fund Investments – continued

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### Legend

- (a) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At the end of the period, the value of these securities amounted to \$3,703,460 or 0.9% of net assets.
- (b) The coupon rate shown on floating or adjustable rate securities represents the rate at period end.
- (c) Security represents right to receive monthly interest payments on an underlying pool of mortgages or assets. Principal shown is the outstanding par amount of the pool held as of the end of the period.
- (d) Security collateralized by an amount sufficient to pay interest and principal.

# Additional Information on each counterparty to the repurchase agreement is as follows:

Repurchase Agreement / Counterparty	Value
<b>\$4,621,000 due 7/01/08 at 2.58%</b>	
BNP Paribas Securities Corp. ....	\$ 937,433
Bank of America, NA .....	1,519,108
Barclays Capital, Inc. ....	1,599,242
ING Financial Markets LLC .....	496,288
WestLB AG .....	68,929
	<u>\$ 4,621,000</u>

See accompanying notes which are an integral part of the financial statements.

**MMDT Short-Term Bond Fund**  
**Financial Statements**

**STATEMENT OF NET ASSETS**

	<i>Years ended June 30,</i>	
	<u>2008</u>	<u>2007</u>
<b>Assets</b>		
Investment in securities, at value (including repurchase agreements of \$4,621,000 and \$1,455,000, respectively) — See accompanying schedule:		
Unaffiliated issuers (cost \$395,752,858 and \$373,548,130, respectively) . . . . .	\$ 394,885,745	\$ 372,818,813
Cash . . . . .	782	564
Receivable for investments sold . . . . .	87,317	3,387,596
Interest receivable . . . . .	2,781,291	3,334,900
Total assets . . . . .	<u>397,755,135</u>	<u>379,541,873</u>
<b>Liabilities</b>		
Payable for investments purchased . . . . .	\$ —	\$ 5,978,772
Accrued management fee . . . . .	45,459	43,442
Total liabilities . . . . .	<u>45,459</u>	<u>6,022,214</u>
<b>Net Assets</b> . . . . .	<u>\$ 397,709,676</u>	<u>\$ 373,519,659</u>
Units outstanding . . . . .	39,735,684	37,209,091
Net asset value per unit . . . . .	\$ 10.01	\$ 10.04

See accompanying notes which are an integral part of the financial statements.

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## STATEMENT OF CHANGES IN NET ASSETS

	<i>Years ended June 30,</i>	
	<u>2008</u>	<u>2007</u>
<b>Additions</b>		
Interest Income . . . . .	\$ 19,321,175	\$ 19,040,261
Net realized and unrealized gain (loss) from securities transactions . . . . .	(1,945,251)	1,424,317
Management fee . . . . .	(538,669)	(514,028)
Expense reductions . . . . .	1,287	3,395
Net Investment Income . . . . .	<u>16,838,542</u>	<u>19,953,945</u>
Proceeds from sales of units and reinvestment of distributions . . . . .	25,563,729	20,592,548
<b>Total additions</b> . . . . .	<u>42,402,271</u>	<u>40,546,493</u>
<b>Deductions:</b>		
Cost of units redeemed . . . . .	—	1,000,000
Distributions to unit holders . . . . .	<u>18,212,254</u>	<u>17,475,048</u>
<b>Total deductions</b> . . . . .	<u>18,212,254</u>	<u>18,475,048</u>
Net increase (decrease) in net assets . . . . .	24,190,017	22,071,445
<b>Net Assets</b>		
Beginning of period . . . . .	373,519,659	351,448,214
End of period . . . . .	<u>\$ 397,709,676</u>	<u>\$ 373,519,659</u>

See accompanying notes which are an integral part of the financial statements.

## FINANCIAL HIGHLIGHTS

	Years ended June 30,		
	2008	2007	2006 <sup>E</sup>
<b>Selected Per-Unit Data</b>			
Net asset value, beginning of period	\$ 10.04	\$ 9.97	\$ 10.00
Income from Investment Operations			
Net investment income <sup>D,G</sup>	.489	.513	.090
Net realized and unrealized gain (loss)	(.044)	.041	(.044)
Total from investment operations	.445	.554	.046
Distributions from net investment income <sup>G</sup>	(.475)	(.484)	(.076)
Net asset value, end of period	\$ 10.01	\$ 10.04	\$ 9.97
<b>Total Return<sup>B,C</sup></b>	4.48%	5.64%	.46%
<b>Ratios to Average Net Assets<sup>F</sup></b>			
Expenses before reductions	.14%	.14%	.14% <sup>A</sup>
Expenses net of fee waivers, if any	.14%	.14%	.14% <sup>A</sup>
Expenses net of all reductions	.14%	.14%	.14% <sup>A</sup>
Net investment income <sup>G</sup>	4.83%	5.09%	4.89% <sup>A</sup>
<b>Supplemental Data</b>			
Net assets, end of period (000 omitted)	\$ 397,710	\$ 373,520	\$ 351,448
Portfolio turnover rate	52%	94%	54%

<sup>A</sup> Annualized

<sup>B</sup> Total returns for periods of less than one year are not annualized.

<sup>C</sup> Total returns would have been lower had certain expenses not been reduced during the periods shown.

<sup>D</sup> Calculated based on average units outstanding during the period.

<sup>E</sup> For the period April 25, 2006 (commencement of operations) to June 30, 2006.

<sup>F</sup> Expense ratios reflect operating expenses of the Fund. Expenses before reductions do not reflect amounts reimbursed by the investment adviser or expense offset arrangements and do not represent the amount paid by the Fund during periods when reimbursements or reductions occur. Expense ratios before reductions for start-up periods may not be representative of longer term operating periods. 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.

<sup>G</sup> Amounts presented are not adjusted to include realized and unrealized gains/losses.

See accompanying notes which are an integral part of the financial statements.

## Notes to Financial Statements

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For the period ended June 30, 2008

**1. Significant Accounting Policies.** MMDT Cash Portfolio and MMDT Short Term Bond Fund (the Funds) are portfolios of the Massachusetts Municipal Depository Trust (the Trust) and are investment pools for political subdivisions in the Commonwealth of Massachusetts established by the Treasurer of the Commonwealth of Massachusetts as Trustee under the 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. All applicable pronouncements required by the Governmental Accounting Standards Board (GASB) are presented in the financial statements.

The following is a summary of significant accounting policies:

- (A) *Security Valuation.* Investments are valued and net asset value per share is calculated (NAV calculation) as of the close of business of the New York Stock Exchange, normally 4:00 p.m. Eastern time. The Short Term Bond Fund's securities, including restricted securities, for which quotations are readily available, are valued by independent pricing services or by dealers who make markets in such securities. When current market prices or quotations are not available or do not accurately reflect fair value, valuations may be determined in accordance with the fair value pricing policies of the Fund. Short-term securities with remaining maturities of sixty days or less for which quotations are not readily available are valued at amortized cost, which approximates market value. The Cash Portfolio's securities are valued on the basis of the amortized cost valuation method, which approximates market value. This method involves valuing a portfolio security initially at its cost and thereafter assuming a constant amortization to maturity of any discount or premium.
- (B) *Repurchase Agreements.* Under the investing guidelines of the Trust, the Funds may invest in repurchase agreements through joint trading accounts. Pyramis Global Advisors Trust Company ("Pyramis"), an affiliate of Fidelity Management and Research Company (FMR), has received an Exemptive Order from the Securities and Exchange Commission which permits Pyramis and other affiliated entities of Pyramis to transfer uninvested cash balances into joint trading accounts. These accounts are then invested in repurchase agreements that are collateralized by U.S. Treasury or Government obligations. The Funds may also invest directly with institutions in repurchase agreements. These direct repurchase agreements are collateralized by government and non-government securities. Upon settlement date, collateral is held in segregated accounts with custodian banks and may be obtained in the event of a default of the counterparty. Collateral is marked-to-market daily and maintained at a value at least equal to the principal amount of the repurchase agreement (including accrued interest). In the event of a default by the counterparty, realization of the collateral proceeds could be delayed, during which time the value of the collateral may decline.
- (C) *Federal Income Taxes.* Funds in the Trust are not subject to federal income tax.

## Notes to Financial Statements – continued

### 1. Significant Accounting Policies – continued

(D) *Distribution of Net Investment Income and Capital Gains.* The net investment income is determined at the close of business each day, and consists of (i) interest accrued or discount earned (including both original issue and market discount); (ii) plus or minus accumulated gains or losses realized on the sale of portfolio assets (for the Cash Portfolio only); (iii) less amortization of premium and the estimated expenses of the Trust applicable to the dividend period. All net investment income so determined is declared as a dividend to participants each day and paid monthly. Long term gains, if any, will be paid by the Short Term Bond Fund in June and December.

(E) *Security Transactions.* Security transactions are accounted for as of trade date. Gains and losses on securities sold are determined on the basis of identified cost.

**2. Investment Risk Disclosure.** Under the provisions of GASB Statement No. 40 *Deposit and Investment Risk Disclosures*, the investment risk disclosures are described in the paragraphs below.

(A) **Interest Rate Risk.** Risk associated with changes in interest rates that could adversely affect the fair value of an investment. Each fund uses the Segmented Time Distribution (Investment Maturities) as the method of disclosure.

Investment Type	Cash Portfolio			
	Investment Maturities (in days)			
	0–30	31–90	91–180	181–397
Certificates of Deposit	10.4%	8.5%	6.7%	3.3%
Commercial Paper	8.5%	6.1%	3.3%	—
Federal Agencies	2.7%	—	1.3%	—
Medium Term Notes	15.8%	8.7%	0.9%	0.6%
Other	1.8%	—	0.3%	—
Repurchase Agreements	18.0%	2.2%	—	—

Investment Type	Short Term Bond			
	Investment Maturities (in years)			
	Less than 1	1–5	6–10	More than 10
Corporate Bonds	4.3%	18.1%	0.7%	0.3%
US Gov't and Gov't Agency Obligations	—	36.6%	—	—
US Gov't Agency–Mortgage Securities	—	—	—	11.8%
Asset Backed Securities	—	10.7%	1.3%	0.4%
CMOs	—	—	0.6%	2.2%
Commercial Mortgage Securities	—	0.4%	—	9.8%
Municipal Securities	—	1.0%	—	—
Repurchase Agreements	1.1%	—	—	—

## Notes to Financial Statements – continued

### 2. Investment Risk Disclosure – continued

(B) **Credit Risk.** Risk that the issuer or counterparty to an investment may default. The Cash Portfolio's investments are required to be invested in only the "highest quality securities" defined as being rated in one of the highest categories by at least two Nationally Recognized Statistical Rating Organizations. Credit quality for the Cash Portfolio represents ratings assigned at the security level or ratings assigned to the entities that issue the securities. Repurchase Agreements in a joint trading account have been classified by Pyramis and approved by the Treasurer of the Commonwealth as P1. Both Funds use ratings from Moody's Investor Services, Inc. Where Moody's ratings are not available, S&P ratings have been used. Credit ratings for the securities in each Fund are shown in the table below.

<b>Rated Investments</b>	<b>Cash Portfolio Quality Diversification</b>	
	<b>P1</b>	<b>P2</b>
Certificates of Deposit	28.9%	—
Commercial Paper	16.0%	1.9%
Federal Agencies	4.0%	—
Medium Term Notes	25.4%	0.6%
Other	2.1%	—
Repurchase Agreements	20.2%	—

<b>Rated Investments</b>	<b>US Gov't and US Gov't Agency Obligations</b>	<b>Short Term Bond Quality Diversification</b>				<b>Unrated</b>
		<b>AAA</b>	<b>AA</b>	<b>A</b>	<b>BBB</b>	
Corporate Bonds	—	1.1%	5.5%	6.9%	9.9%	—
US Gov't and Gov't Agency Obligations	36.6%	—	—	—	—	—
US Gov't Agency—Mortgage Securities	11.8%	—	—	—	—	—
Asset Backed Securities	—	5.2%	1.1%	4.2%	1.9%	—
CMOs	—	1.6%	—	—	0.1%	1.1%
Commercial Mortgage Securities	—	10.0%	0.1%	0.1%	—	—
Municipal Securities	—	0.5%	0.5%	—	—	—
Repurchase Agreements	—	—	—	—	—	1.1%



## Notes to Financial Statements – continued

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### 2. Investment Risk Disclosure – continued

(C) **Custodial Credit Risk.** Risk that, in the event of the failure of the counterparty, the Funds will not be able to recover the value of their investments. The Federal Deposit Insurance Corporation provides insurance protection up to \$100,000 for deposits in each Fund's custodian bank account. As of June 30, 2008 and June 30, 2007, the Cash Portfolio had \$410,947 and \$811,590, respectively, of cash balances that were subject to custodial credit risk.

(D) **Concentration of Credit Risk.** Risk associated with losses due to lack of diversification. As of June 30, 2008, neither the Cash Portfolio nor the Short Term Bond Fund had any concentration of credit risk exposure.

**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.** Each Fund pays one all-inclusive management fee for the investment management, custody, administrative and other participant services. These fees are paid to Pyramis pursuant to a contract dated January 1, 2006. Pyramis is responsible for paying all operating expenses of each Fund (excluding expenses of the Trustee, brokerage fees, taxes and extraordinary expenses); no direct fees are charged to participants. Under its contract, Pyramis provides each Fund with advice and assistance in the selection of portfolio investments; provides all necessary office space, facilities, and personnel; assists in providing participant communications; pays all operating expenses of each Fund; and generally maintains each Fund's organization.

For these services and the assumption of all operating expenses of the Cash Portfolio, the Cash Portfolio pays Pyramis a fee that is calculated daily and paid monthly. The fee for the Cash Portfolio is based on a graduated series of rates ranging from .07% to .13% of average net assets. The rates decrease as assets under management increase and increase as assets under management decrease. For the fiscal years ended June 30, 2008 and June 30, 2007, the fees for the Cash Portfolio amounted to \$6,251,231 and \$5,442,009, respectively, and were equivalent to an annual rate of .09% and .10%, respectively, of average net assets for each period.

For these services and the assumption of all operating expenses of the Short Term Bond Fund, the Short Term Bond Fund pays Pyramis a fee that is calculated daily and paid monthly. The fee for the Short Term Bond Fund is based on a graduated series of rates ranging from .10% to .25% of average net assets. The rates decrease as assets under management increase and increase as assets under management decrease. For the fiscal years ended June 30, 2008 and June 30, 2007, the fees for the Short Term Bond Fund amounted to \$538,669 and \$514,028, respectively, and were equivalent to an annual rate of .14% and .14%, respectively, of average net assets for each period.

Fidelity Investments Institutional Operations Company, Inc., an affiliate of Pyramis, performs the processing activities associated with the transfer agent and participant servicing functions for each Fund. Fidelity Service Company, Inc., an affiliate of Pyramis, determines the net asset value per unit and income distributions of each Fund's assets and maintains each Fund's portfolio and general accounting records. The Funds do not pay any fees for these services.

**5. Expense Reductions.** Pyramis has entered into an arrangement on behalf of the Funds with each Fund's custodian whereby credits realized as a result of uninvested cash balances were used to reduce a portion of each Fund's expenses. For the fiscal years ended June 30, 2008, and June 30, 2007, the Cash Portfolio's expenses were reduced by \$2,383 and \$19,321 under this arrangement. For the fiscal years ended June 30, 2008, and June 30, 2007, the Short Term Bond Fund's expenses were reduced by \$1,287 and \$3,395 under this arrangement.

## **Report of Independent Auditors**

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### **To the Trustees of Massachusetts Municipal Depository Trust and the Unitholders of MMDT Cash Portfolio and MMDT Short Term Bond Fund:**

In our opinion, the accompanying statements of net assets, including the schedules of investments, and the related statements of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of MMDT Cash Portfolio and MMDT Short Term Bond Fund (funds of Massachusetts Municipal Depository Trust) at June 30, 2008, the results of their operations for the year then ended, the changes in their net assets for each of the two years in the period then ended, and the financial highlights for each of the periods indicated, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as “financial statements”) are the responsibility of the Massachusetts Municipal Depository Trust’s management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at June 30, 2008 by correspondence with the custodian and brokers, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP  
Boston, Massachusetts  
October 10, 2008



