

SHORT-TERM GOVERNMENT SECURITIES FUND
Portfolio of Investments
September 30, 2010
(Unaudited)

	Interest Rate	Maturity Date	Face Amount	Value
ASSET BACKED SECURITIES (3.4% of portfolio)				
Small Business Administration 93-20J	5.90 %	10/01/13	\$ 24,789	\$ 25,475
Small Business Administration 98-20D	6.15	04/01/18	34,838	37,916
Small Business Administration 98-20E	6.30	05/01/18	33,528	36,616
Small Business Administration 98-20H	6.15	08/01/18	13,141	14,385
Small Business Administration 99-20D	6.15	04/01/19	49,973	54,471
Small Business Administration 04-20B	4.72	02/01/24	97,164	104,658
Small Business Administration 04-20C	4.34	03/01/24	134,102	143,109
Small Business Administration 05-10E	4.54	09/01/15	42,095	44,236
Small Business Administration Pool # 100075	3.50	05/25/19	38,831	38,824
Small Business Administration Pool # 500724	4.00 (a)	12/25/13	7,540	7,678
Small Business Administration Pool # 502261	1.38 (a)	10/25/17	16,211	16,121
Small Business Administration Pool # 502477	1.25 (a)	09/25/18	45,271	44,853
Small Business Administration Pool # 502543	0.95 (a)	01/25/19	80,291	80,451
Small Business Administration Pool # 502684	1.25 (a)	07/25/19	3,579	3,608
Small Business Administration Pool # 503278	0.88 (a)	02/25/21	34,052	34,157
Small Business Administration Pool # 503463	1.13 (a)	09/25/21	24,528	24,473
Small Business Administration Pool # 504305	0.88 (a)	10/25/23	6,550	6,517
Small Business Investment Companies 02-20K	5.08	11/01/22	45,708	49,437
Small Business Investment Companies 02-P10B	5.20	08/10/12	63,656	66,937
Small Business Investment Companies 03-10A	4.63	03/10/13	582,294	611,655
Small Business Investment Companies 03-10B	3.39	03/01/13	27,118	27,625
Small Business Investment Companies 03-P10A	4.52	02/01/13	6,215	6,517
Small Business Investment Companies 03-P10B	5.14	08/10/13	41,873	44,571
Small Business Investment Companies 04-10A	4.12	03/10/14	244,437	255,711
Small Business Investment Companies 04-10B	4.68	09/10/14	243,727	257,359
Small Business Investment Companies 04-P10A	4.50	02/10/14	44,934	47,268
Small Business Investment Companies 05-10B	4.94	09/10/15	266,788	282,822
Small Business Investment Companies 05-P10A	4.64	02/10/15	72,721	76,760
Small Business Investment Companies 07-10A	5.38	03/10/17	96,246	105,099
Total Asset Backed Securities (Cost \$2,375,222)				<u>2,549,309</u>
MORTGAGE BACKED SECURITIES (5.8% of portfolio)				
GNMA #2602	6.00	06/20/28	70,377	77,213
GNMA #2707	5.50	01/20/14	8,811	9,341
GNMA #8004	3.63 (a)	07/20/22	30,238	31,268
GNMA #8006	3.63 (a)	07/20/22	28,069	29,025
GNMA #8038	3.63 (a)	08/20/22	16,569	17,133
GNMA #8040	3.63 (a)	08/20/22	42,431	43,876
GNMA #8054	3.13 (a)	10/20/22	10,628	10,964
GNMA #8076	3.13 (a)	11/20/22	17,286	17,832
GNMA #8102	4.00 (a)	02/20/16	6,199	6,406
GNMA #8103	4.00 (a)	02/20/16	24,448	25,277
GNMA #8157	3.38 (a)	03/20/23	31,776	32,845
GNMA #8191	3.38 (a)	05/20/23	49,926	51,505
GNMA #8215	3.38 (a)	04/20/17	4,828	4,981
GNMA #8259	3.63 (a)	08/20/23	14,392	14,882
GNMA #8297	4.00 (a)	12/20/17	13,786	14,279
GNMA #8332	3.50 (a)	03/20/18	8,843	9,149
GNMA #8344	3.50 (a)	04/20/18	20,819	21,490
GNMA #8384	3.38 (a)	03/20/24	7,491	7,743
GNMA #8393	4.00 (a)	08/20/18	8,080	8,371
GNMA #8400	3.63 (a)	08/20/18	12,273	12,691
GNMA #8405	4.00 (a)	09/20/18	13,928	14,428
GNMA #8423	3.38 (a)	05/20/24	9,129	9,418
GNMA #8429	4.00 (a)	11/20/18	15,774	16,338
GNMA #8459	3.63 (a)	07/20/24	13,778	14,247
GNMA #8499	3.88 (a)	05/20/19	9,304	9,611

SHORT-TERM GOVERNMENT SECURITIES FUND
Portfolio of Investments (continued)
September 30, 2010
(Unaudited)

	Interest Rate		Maturity Date	Face Amount	Value
MORTGAGE BACKED SECURITIES - continued					
GNMA #8518	3.13	%(a)	10/20/24	\$ 12,389	\$ 12,780
GNMA #8532	3.13	(a)	10/20/24	17,444	17,995
GNMA #8591	3.38	(a)	02/20/25	44,419	45,912
GNMA #8638	3.38	(a)	06/20/25	15,338	15,823
GNMA #8648	3.63	(a)	07/20/25	23,361	24,156
GNMA #8663	3.63	(a)	07/20/25	18,929	19,573
GNMA #8680	3.63	(a)	08/20/20	19,400	20,060
GNMA #8687	3.63	(a)	08/20/25	4,665	4,824
GNMA #8702	3.13	(a)	10/20/20	7,367	7,600
GNMA #8747	3.13	(a)	11/20/25	13,453	13,878
GNMA #8807	3.63	(a)	07/20/21	17,196	17,781
GNMA #8836	3.63	(a)	09/20/21	15,876	16,416
GNMA #8847	3.38	(a)	04/20/26	16,424	16,944
GNMA #8869	3.13	(a)	11/20/21	53,367	55,054
GNMA #8873	3.13	(a)	11/20/21	22,919	23,643
GNMA #8877	3.38	(a)	05/20/26	4,023	4,150
GNMA #8883	3.13	(a)	12/20/21	18,652	19,242
GNMA #8915	3.38	(a)	02/20/22	17,895	18,496
GNMA #8934	3.38	(a)	03/20/22	30,283	31,301
GNMA #8978	3.38	(a)	05/20/22	74,074	76,417
GNMA #80053	3.38	(a)	03/20/27	3,490	3,608
GNMA #80058	3.38	(a)	04/20/27	3,598	3,711
GNMA #80185	3.38	(a)	04/20/28	36,070	37,211
GNMA #80264	3.25	(a)	03/20/29	38,471	39,727
GNMA #80283	3.38	(a)	05/20/29	23,383	24,122
GNMA #80300	3.63	(a)	07/20/29	20,371	21,065
GNMA #80309	3.63	(a)	08/20/29	8,647	8,941
GNMA #80363	3.25	(a)	01/20/30	71,027	73,347
GNMA #80426	3.63	(a)	07/20/30	3,183	3,291
GNMA #80452	3.63	(a)	09/20/30	19,836	20,511
GNMA #80475	2.88	(a)	12/20/30	36,657	37,749
GNMA #80577	2.75	(a)	02/20/32	6,040	6,207
GNMA #80684	3.38	(a)	04/20/33	17,047	17,586
GNMA #81129	4.50	(a)	10/20/34	432,983	449,398
GNMA #510280	6.00		08/15/14	10,112	10,971
GNMA #583189	4.50		02/20/17	58,576	62,017
GNMA #607494	5.00		04/15/19	43,548	46,680
GNMA #616274	5.00		02/15/19	40,853	43,742
GNMA #780336	6.50		02/15/11	209	208
GNMA 1996-4	7.00		04/16/26	5,571	5,866
GNMA 2001-53	5.50		10/20/31	40,154	41,591
GNMA 2001-53	0.61	(a)	10/20/31	7,406	7,409
GNMA 2001-61	0.76	(a)	09/20/30	6,696	6,698
GNMA 2002-15	5.50		11/20/31	73,644	77,280
GNMA 2002-20	4.50		03/20/32	26,907	28,888
GNMA 2002-88	5.00		05/16/31	64,693	66,487
GNMA 2003-11	4.00		10/17/29	50,801	53,384
GNMA 2003-12	4.50		02/20/32	31,317	32,856
GNMA 2003-26	0.71	(a)	04/16/33	16,627	16,671
GNMA 2003-97	4.50		03/20/33	69,600	73,925
GNMA 2004-17	4.50		12/20/33	166,764	174,812
GNMA 2004-102	5.50		04/20/34	82,068	92,876
GNMA 2005-56	5.00		08/20/31	98,512	100,558
GNMA 2007-30	5.50		03/20/35	69,396	69,903
GNMA 2008-50	5.50		06/16/38	604,641	622,619
Government Lease Trust 99-C1A (b)	4.00		05/18/11	522,959	532,028
Government Lease Trust 99-C1A (b)	4.00		05/18/11	165,000	167,861

SHORT-TERM GOVERNMENT SECURITIES FUND
Portfolio of Investments (continued)
September 30, 2010
(Unaudited)

	Interest Rate/ Yield	Maturity Date	Face Amount	Value
MORTGAGE BACKED SECURITIES - continued				
GS Mortgage Securities Corp. II 2001-LIBA (b)	6.73 %	02/14/16	\$ 315,000	\$ 321,747
Total Mortgage Backed Securities (Cost \$4,216,843)				<u>4,375,909</u>
MUNICIPAL BONDS (4.9% of portfolio)				
Anchorage, Alaska	5.50	12/01/20	150,000	151,224
Arizona State University	5.38	07/01/19	700,000	758,618
Bel Aire, Kansas	7.50	05/01/35	435,000	499,771
Bel Aire, Kansas	7.75	05/01/41	555,000	641,125
Broward County, Florida	5.25	01/01/16	250,000	255,500
Broward County, Florida	5.25	01/01/17	300,000	306,600
Fiscal Year 2005 Securitization Corp. New York	3.51	10/01/12	280,000	284,147
Johnson City, Tennessee - Public Building Authority	7.00	09/01/18	100,000	105,394
Miami-Dade County, Florida Educational Facilities Authority	4.32	04/01/12	695,000	729,542
Total Municipal Bonds (Cost \$3,693,084)				<u>3,731,921</u>
CORPORATE BONDS (16.8% of portfolio)				
Ally Bank	1.00	10/21/10	250,000	250,060
American Express Bank	1.70	11/29/10	250,000	250,457
Bank of the Cascades	2.65	02/12/12	1,000,000	1,013,913
CIT Bank	1.80	11/29/10	250,000	250,493
Citibank N.A.	1.63	03/30/11	1,000,000	1,007,178
Citibank N.A.	1.50	07/12/11	350,000	353,176
Discover Bank	1.55	11/08/10	100,000	100,098
FirstBank Puerto Rico	1.65	02/20/13	250,000	251,188
GE Capital Financial Inc.	2.50	05/31/11	250,000	253,250
GE Money Bank	1.75	07/23/13	250,000	251,321
General Electric Capital Corp.	1.63	01/07/11	1,000,000	1,003,991
General Electric Capital Corp.	1.80	03/11/11	1,000,000	1,006,987
General Electric Capital Corp.	3.00	12/09/11	1,000,000	1,030,373
GMAC LLC	2.20	12/19/12	500,000	516,897
JPMorgan Chase & Co.	1.65	02/23/11	1,000,000	1,005,145
Morgan Stanley	3.25	12/01/11	1,000,000	1,032,689
New York Community Bank	3.00	12/16/11	1,000,000	1,029,859
Oriental Bank & Trust	2.75	03/16/12	1,000,000	1,027,183
Rowan Companies Inc.	2.80	10/20/13	66,665	66,754
Sallie Mae Bank	2.35	05/06/11	100,000	101,077
State Street Corp.	1.85	03/15/11	1,000,000	1,007,493
Total Corporate Bonds (Cost \$12,627,276)				<u>12,809,582</u>
U. S. GOVERNMENT AND AGENCY OBLIGATIONS (58.7% of portfolio)				
FDIC Structured Sale Guaranteed Notes (b)	0.00 (c)	10/25/11	1,000,000	992,930
FDIC Structured Sale Guaranteed Notes (b)	0.00 (c)	10/25/12	1,000,000	972,520
Government Trust Certificate (Sri Lanka Trust)	0.66 (a)	06/15/12	50,000	50,000
National Archives Facility Trust	8.50	09/01/19	44,674	54,290
Overseas Private Investment Corp.	5.35 (d)	07/31/11	544,870	668,560
Overseas Private Investment Corp.	4.55 (d)	09/15/11	2,000,000	2,298,420
Overseas Private Investment Corp.	4.90 (e)	12/10/17	1,500,000	1,715,340
Overseas Private Investment Corp.	1.45 (d)	09/20/13	3,015,000	3,036,346
Overseas Private Investment Corp.	5.08 (e)	12/10/13	250,000	327,105
Overseas Private Investment Corp.	1.90 (e)	12/31/13	1,000,000	1,022,880
Overseas Private Investment Corp.	3.46 (d)	07/12/14	500,000	530,680
Overseas Private Investment Corp.	1.84 (d)	07/12/14	1,500,000	1,511,130
Overseas Private Investment Corp.	4.10	11/15/14	131,600	138,249
Overseas Private Investment Corp.	3.74	04/15/15	103,406	107,659
Overseas Private Investment Corp.	4.81 (e)	07/12/16	200,000	239,616
Overseas Private Investment Corp.	4.87 (e)	09/07/16	1,000,000	1,101,524
Overseas Private Investment Corp.	3.62	09/15/16	52,170	55,056

SHORT-TERM GOVERNMENT SECURITIES FUND
Portfolio of Investments (continued)
September 30, 2010
(Unaudited)

	Interest Rate/ Yield	Maturity Date	Face Amount	Value
U. S. GOVERNMENT AND AGENCY OBLIGATIONS - continued				
Overseas Private Investment Corp.	4.59 % ^(e)	12/09/16	\$ 1,000,000	\$ 1,139,050
Overseas Private Investment Corp.	4.59 ^(e)	12/09/16	1,300,000	1,480,765
Overseas Private Investment Corp.	3.56 ^(d)	04/23/17	2,000,000	2,146,220
Overseas Private Investment Corp.	5.66 ^(e)	06/10/18	500,000	665,944
Overseas Private Investment Corp.	2.00 ^(e)	06/10/18	1,500,000	1,532,085
Overseas Private Investment Corp.	1.84 ^(e)	06/10/18	1,000,000	1,000,000
Philippine Power Trust I (b)	5.40	09/26/18	476,190	503,329
Private Export Funding Corp.	4.97	08/15/13	1,100,000	1,230,440
SALLIE MAE	7.30	08/01/12	1,875,000	2,114,991
U.S. Department of Housing and Urban Development	7.50	08/01/11	102,000	102,592
U.S. Department of Housing and Urban Development	4.79	08/01/11	514,000	533,103
U.S. Department of Housing and Urban Development	6.93	08/01/13	340,000	343,100
U.S. Department of Housing and Urban Development	7.72	08/01/13	360,000	362,550
U.S. Department of Housing and Urban Development	7.63	08/01/14	90,000	90,705
U.S. Department of Housing and Urban Development	7.91	08/01/17	197,000	198,157
U.S. Department of Housing and Urban Development	5.77	08/01/17	1,000,000	1,090,311
U.S. Department of Housing and Urban Development	7.93	08/01/18	430,000	432,564
U.S. Department of Housing and Urban Development	6.07	08/01/21	500,000	543,859
U.S. Department of Housing and Urban Development	6.12	08/01/22	1,000,000	1,085,350
United States Treasury Note	1.38	05/15/12	4,000,000	4,064,844
United States Treasury Note	1.50	07/15/12	1,000,000	1,020,234
United States Treasury Note	1.38	09/15/12	3,000,000	3,055,194
United States Treasury Note	1.13	12/15/12	1,000,000	1,014,062
United States Treasury Note	1.38	02/15/13	3,000,000	3,060,234
United States Treasury Note	1.38	05/15/13	1,000,000	1,020,940
Total U.S. Government and Agency Obligations (Cost \$43,479,730)				44,652,928
COMMERCIAL PAPER (4.9% of portfolio)				
UBS Finance (Delaware) Ltd.	0.19	10/01/10	3,746,000	3,746,000
Total Commercial Paper (Cost \$3,746,000)				3,746,000
MONEY MARKET ACCOUNTS (5.5% of portfolio)				
SSgA Money Market Fund	0.01 ^(f)		459,321	459,321
SSgA Prime Money Market Fund	0.18 ^(f)		3,746,000	3,746,000
Total Money Market Accounts (Cost \$4,205,321)				4,205,321
TOTAL INVESTMENTS IN SECURITIES (Cost \$74,343,476) - 100%				\$ 76,070,970

(a) Variable coupon rate as of September 30, 2010.

(b) 144A security was purchased pursuant to Rule 144A under the Securities Act of 1933 and may be resold in transactions exempt from registration only to qualified institutional buyers. Total of such securities at period-end amounts to \$ 3,490,415 and represents 4.6% of total investment.

(c) Zero coupon rate.

(d) Interest is paid at maturity.

(e) Interest is paid at put date.

(f) 7-day yield at September 30, 2010.

For more information on the Fund's policies regarding the valuation of investments and other significant accounting policies, please refer to the Fund's most recent semi-annual financial statements.

Investors are advised to consider fund objectives, risks, charges and expenses before investing. The prospectus contains this and other information and should be read carefully before you invest. To obtain a prospectus, call 1-800-258-3030 or download a PDF from www.homesteadfunds.com. RE Investment Corporation, Distributor.