

As of June 30, 2018 and 2017, collateral received under agreements for loaned securities was \$1.8 billion and \$3.7 billion, respectively, and primarily comprised U.S. government and agency securities.

Unrealized Losses on Investments

Investments with continuous unrealized losses for less than 12 months and 12 months or greater and their related fair values were as follows:

| | Less than 12 Months | | 12 Months or Greater | | | Total |
|---------------------------------------|---------------------|-------------------|----------------------|-------------------|------------------|-------------------|
| (In millions) | Fair Value | Unrealized Losses | Fair Value | Unrealized Losses | Total Fair Value | Unrealized Losses |
| June 30, 2018 | | | | | | |
| U.S. government and agency securities | \$ 82,352 | \$ (1,064) | \$ 4,459 | \$ (103) | \$ 86,811 | \$ (1,167) |
| Foreign government bonds | 3,457 | (7) | 13 | (3) | 3,470 | (10) |
| Mortgage- and asset-backed securities | 2,072 | (9) | 96 | (4) | 2,168 | (13) |
| Corporate notes and bonds | 3,111 | (43) | 301 | (13) | 3,412 | (56) |
| Municipal securities | 45 | (1) | 0 | 0 | 45 | (1) |
| Common and preferred stock | 75 | (6) | 8 | (4) | 83 | (10) |
| Total | \$ 91,112 | \$ (1,130) | \$ 4,877 | \$ (127) | \$ 95,989 | \$ (1,257) |

| | Less than 12 Months | | 12 Months or Greater | | | |
|---------------------------------------|---------------------|-------------------|----------------------|-------------------|------------------|-------------------------|
| (In millions) | Fair Value | Unrealized Losses | Fair Value | Unrealized Losses | Total Fair Value | Total Unrealized Losses |
| June 30, 2017 | | | | | | |
| U.S. government and agency securities | \$ 87,558 | \$ (348) | \$ 371 | \$ (12) | \$ 87,929 | \$ (360) |
| Foreign government bonds | 4,006 | (2) | 23 | (11) | 4,029 | (13) |
| Mortgage- and asset-backed securities | 1,068 | (3) | 198 | (1) | 1,266 | (4) |
| Corporate notes and bonds | 669 | (8) | 177 | (4) | 846 | (12) |
| Common and preferred stock | 69 | (6) | 148 | (28) | 217 | (34) |
| Total | \$ 93,370 | \$ (367) | \$ 917 | \$ (56) | \$ 94,287 | \$ (423) |

Unrealized losses from fixed-income securities are primarily attributable to changes in interest rates. Unrealized losses from domestic and international equities are due to market price movements. Management does not believe any remaining unrealized losses represent other-than-temporary impairments based on our evaluation of available evidence.

Debt Investment Maturities

| (In millions) | Cost Basis | Estimated Fair Value |
|---------------------------------------|-------------------|-------------------------|
| June 30, 2018 | | |
| Due in one year or less | | \$ 31,451 |
| | \$ 31,590 | |
| Due after one year through five years | 76,422 | 75,810 |
| Due after five years through 10 years | 21,765 | 21,396 |
| Due after 10 years | 924 | 922 |
| Total | <u>\$ 130,701</u> | <u>\$ 129,579</u> |

NOTE 5 — DERIVATIVES

We use derivative instruments to manage risks related to foreign currencies, equity prices, interest rates, and credit; to enhance investment returns; and to facilitate portfolio diversification. Our objectives for holding derivatives include reducing, eliminating, and efficiently managing the economic impact of these exposures as effectively as possible.