LEGACY FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2012

	September-12							Current Fiscal YTD		Prior Year FY12	
		Allocation		Quarter		Month		Returns		Returns	
	Market Value	Actual	Policy	Gross	Net	Gross	Net	Gross	Net	Gross	Net
TOTAL LEGACY FUND	**541,401,274**	**100.0%**	**100.0%**	***0.86%***	***0.83%***	**0.24%**	**0.23%**	**0.86%**	**0.83%**	**N/A**	**N/A**
POLICY TARGET BENCHMARK				*0.26%*	*0.26%*	*0.02%*	*0.02%*	*0.26%*	*0.26%*		
ATTRIBUTION ANALYSIS											
Asset Allocation				**0.00%**	**0.00%**	**0.00%**	**0.00%**	**0.00%**	**0.00%**		
Manager Selection				**0.60%**	**0.57%**	**0.22%**	**0.21%**	**0.60%**	**0.57%**		
TOTAL RELATIVE RETURN				0.60%	0.57%	0.22%	0.21%	0.60%	0.57%		
CASH EQUIVALENTS											
Bank of ND	18,597	0.0%	0.0%	0.08%	0.08%	0.02%	0.02%	0.08%	0.08%	N/A	N/A
TOTAL CASH EQUIVALENTS	***18,597***	***0.0%***	***0.0%***	***0.08%***	***0.08%***	***0.02%***	***0.02%***	***0.08%***	***0.08%***	***N/A***	***N/A***
90 Day T-Bill				***0.03%***	***0.03%***	***0.01%***	***0.01%***	***0.03%***	***0.03%***		
SHORT TERM FIXED INCOME											
Babson Capital - Short Term Bonds-Legacy Fund	271,526,072	50.2%	50.0%	1.05%	1.02%	0.36%	0.35%	1.05%	1.02%	N/A	N/A
BC 1-3 Year US Gov't Index				***0.26%***	***0.26%***	***0.02%***	***0.02%***	***0.26%***	***0.26%***		
JP Morgan-Legacy Fund	269,856,605	49.8%	50.0%	0.67%	0.65%	0.12%	0.11%	0.67%	0.65%	N/A	N/A
BC 1-3 Year Gov/Credit Index				***0.52%***	***0.52%***	***0.09%***	***0.09%***	***0.52%***	***0.52%***		
TOTAL SHORT TERM FIXED INCOME	***541,382,677***	***100.0%***	***100.0%***	***0.86%***	***0.83%***	***0.24%***	***0.23%***	***0.86%***	***0.83%***	***N/A***	***N/A***
BC 1-3 Year US Gov't Index				***0.26%***	***0.26%***	***0.02%***	***0.02%***	***0.26%***	***0.26%***		

NOTE: Monthly returns and market values are preliminary and subject to change.

BUDGET STABILIZATION FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2012

	September-12							Current Fiscal YTD		Prior Year FY12		3 Years Ended 6/30/2012		5 Years Ended 6/30/2012	
		Allocation		Quarter		Month		Returns		Returns					
	Market Value	Actual	Policy	Gross	Net	Gross	Net	Gross	Net	Gross	Net	Gross	Net	Gross	Net
TOTAL BUDGET STABILIZATION FUND	**398,520,908**	**100.0%**	**100.0%**	***0.90%***	***0.88%***	**0.28%**	**0.27%**	**0.90%**	**0.88%**	**1.75%**	**1.67%**	**4.27%**	**4.20%**	**1.69%**	**1.62%**
POLICY TARGET BENCHMARK				*0.20%*	*0.20%*	*0.02%*	*0.02%*	*0.20%*	*0.20%*	*0.31%*	*0.31%*	*0.21%*	*0.21%*	*1.04%*	*1.04%*
Bank of ND CD'S	**95,226,419**	**23.9%**	**23.9%**	**0.94%**	**0.94%**	**0.31%**	**0.31%**	**0.94%**	**0.94%**	**4.34%**	**4.34%**	**4.32%**	**4.32%**	**4.51%**	**4.51%**
CASH EQUIVALENTS															
Bank of ND	10,523,930	2.6%	2.6%	0.08%	0.08%	0.02%	0.02%	0.08%	0.08%	0.25%	0.25%	0.31%	0.31%	1.08%	1.08%
TOTAL CASH EQUIVALENTS	***10,523,930***	***2.6%***	***2.6%***	***0.08%***	***0.08%***	***0.02%***	***0.02%***	***0.08%***	***0.08%***	***0.24%***	***0.24%***	***0.30%***	***0.30%***	***1.08%***	***1.08%***
90 Day T-Bill				***0.03%***	***0.03%***	***0.01%***	***0.01%***	***0.03%***	***0.03%***	***0.06%***	***0.06%***	***0.12%***	***0.12%***	***0.99%***	***0.99%***
SHORT TERM FIXED INCOME															
Prudential	90,705	0.0%	0.0%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	2.49%	2.37%	5.95%	5.83%	N/A	N/A
90 Day T-Bill				***0.03%***	***0.03%***	***0.01%***	***0.01%***	***0.03%***	***0.03%***	***0.06%***	***0.06%***	***0.07%***	***0.07%***		
Babson Capital - Short Term Bonds-Budget Stabilization	140,484,426	35.3%	35.1%	1.05%	1.02%	0.41%	0.40%	1.05%	1.02%	N/A	N/A	N/A	N/A	N/A	N/A
BC 1-3 Year US Gov't Index				***0.26%***	***0.26%***	***0.02%***	***0.02%***	***0.26%***	***0.26%***						
Babson Capital - Bank Loans	6,326,870	1.6%	1.6%	2.65%	2.61%	0.92%	0.91%	2.65%	2.61%	N/A	N/A	N/A	N/A	N/A	N/A
Credit Suisse Levered Loan Index				***3.13%***	***3.13%***	***1.08%***	***1.08%***	***3.13%***	***3.13%***						
JP Morgan-Budget Stabilization Fund	145,868,558	36.6%	36.7%	0.72%	0.70%	0.13%	0.12%	0.72%	0.70%	N/A	N/A	N/A	N/A	N/A	N/A
BC 1-3 Year Gov/Credit Index				***0.52%***	***0.52%***	***0.09%***	***0.09%***	***0.52%***	***0.52%***						
TOTAL SHORT TERM FIXED INCOME	***292,770,559***	***73.5%***	***73.5%***	***0.92%***	***0.89%***	***0.28%***	***0.27%***	***0.92%***	***0.89%***	***0.40%***	***0.29%***	***1.44%***	***1.36%***	***N/A***	***N/A***
BC 1-3 Year US Gov't Index (1)				***0.26%***	***0.26%***	***0.02%***	***0.02%***	***0.26%***	***0.26%***	***0.40%***	***0.40%***	***0.19%***	***0.19%***	***N/A***	***N/A***

(1) Prior to October 1, 2011, the benchmark was 90 Day T-bills.

NOTE: Monthly returns and market values are preliminary and subject to change.