

Budget Stabilization Fund Performance Exceeds Policy Benchmarks for 1-, 3- and 5-years ended June 30, 2015

| | Current FYTD | | Prior Year FY14 | | 3 Years Ended 6/30/2015 | | 5 Years Ended 6/30/2015 | |
|--|--------------|--------------|-----------------|--------------|-------------------------|--------------|-------------------------|--------------|
| | Returns | | Returns | | | | | |
| | Gross | Net | Gross | Net | Gross | Net | Gross | Net |
| TOTAL BUDGET STABILIZATION FUND | 1.95% | 1.86% | 2.04% | 1.94% | 1.98% | 1.89% | 2.36% | 2.28% |
| <i>POLICY TARGET BENCHMARK</i> | <i>0.75%</i> | <i>0.75%</i> | <i>0.61%</i> | <i>0.61%</i> | <i>0.55%</i> | <i>0.55%</i> | <i>0.42%</i> | <i>0.42%</i> |
| Bank of ND CD'S | 2.68% | 2.68% | 2.81% | 2.81% | 3.05% | 3.05% | 3.59% | 3.59% |
| CASH EQUIVALENTS | | | | | | | | |
| Northern Trust (1) | 0.01% | 0.01% | 0.01% | 0.01% | N/A | N/A | N/A | N/A |
| TOTAL CASH EQUIVALENTS | 0.01% | 0.01% | 0.01% | 0.01% | 0.10% | 0.10% | 0.17% | 0.17% |
| 90 Day T-Bill | 0.02% | 0.02% | 0.06% | 0.06% | 0.06% | 0.06% | 0.08% | 0.08% |
| SHORT TERM FIXED INCOME | | | | | | | | |
| Babson Capital | 2.55% | 2.43% | 2.39% | 2.26% | 2.28% | 2.15% | N/A | N/A |
| BC 1-3 Year US Gov't Index | 0.91% | 0.91% | 0.77% | 0.77% | 0.68% | 0.68% | | |
| JP Morgan | 1.11% | 1.01% | 1.44% | 1.31% | 1.08% | 0.97% | N/A | N/A |
| BC 1-3 Year Gov/Credit Index | 1.62% | 1.62% | 1.14% | 1.14% | 1.17% | 1.17% | | |
| TOTAL SHORT TERM FIXED INCOME | 1.83% | 1.72% | 1.91% | 1.79% | 1.71% | 1.60% | 2.05% | 1.94% |
| BC 1-3 Year US Gov't Index (1) | 0.91% | 0.91% | 0.77% | 0.77% | 0.68% | 0.68% | 0.52% | 0.52% |

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

Effective July 1, 2013, net of fee returns are calculated on a cash basis in the month paid. Prior years were accrual based and split evenly over the 12 months of the fiscal year.

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

Note: Fund performance are net of fees and unaudited and subject to change

Source: Callan