

BUDGET STABILIZATION FUND

State Investment Board Statement of Net Position As of 3/31/2016

	As of <u>3-31-16</u>	As of <u>6-30-15</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC FIXED INCOME	\$ 567,736,099	\$ 565,388,029
INVESTED CASH (NOTE 1)	<u>8,873,441</u>	<u>5,823,919</u>
TOTAL INVESTMENTS	576,609,540	571,211,948
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	3,200,208	2,799,203
MISCELLANEOUS RECEIVABLE	<u>843</u>	<u>976</u>
TOTAL RECEIVABLES	3,201,051	2,800,179
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	2,606,732	-
OPERATING CASH	<u>14,367</u>	<u>21,240</u>
TOTAL ASSETS	<u>582,431,690</u>	<u>574,033,367</u>
DEFERRED OUTFLOWS OF RESOURCES		
DEFERRED OUTFLOWS RELATED TO PENSIONS	<u>713</u>	<u>3,502</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	2,606,732	-
ACCOUNTS PAYABLE	-	3,677
ACCRUED EXPENSES	26,314	29,034
INVESTMENT EXPENSE PAYABLE	<u>363,164</u>	<u>363,164</u>
TOTAL LIABILITIES	<u>2,996,210</u>	<u>395,875</u>
DEFERRED INFLOWS OF RESOURCES		
DEFERRED INFLOWS RELATED TO PENSIONS	<u>4,293</u>	<u>4,293</u>
NET POSITION:		
HELD IN TRUST	<u>579,431,900</u>	<u>573,636,701</u>
TOTAL NET POSITION	<u>\$ 579,431,900</u>	<u>\$ 573,636,701</u>

These financial statements are preliminary, unaudited and subject to change.

5/26/2016

BUDGET STABILIZATION FUND

State Investment Board Statement of Changes in Net Position For the Month Ended 3/31/2016

	Month Ended <u>3-31-16</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
GAIN ON SALE OF INVESTMENTS	\$ 1,102,897	\$ 13,302,619
LOSS ON SALE OF INVESTMENTS	1,811,919	19,050,577
NET GAINS (LOSSES) INVESTMENTS	<u>(709,022)</u>	<u>(5,747,958)</u>
NET APPREC (DEPREC) MARKET VALUE	<u>1,983,510</u>	<u>1,673,545</u>
NET CHANGE IN FAIR VALUE OF INVESTMENTS	1,274,488	(4,074,413)
INTEREST, DIVIDEND & OTHER INVESTMENT INCOME	<u>1,160,418</u>	<u>10,627,206</u>
	2,434,906	6,552,793
LESS INVESTMENT EXPENSES	<u>-</u>	<u>714,033</u>
NET INCOME FROM INVESTING ACTIVITIES	2,434,906	5,838,760
SECURITIES LENDING INCOME	1,270	9,086
SECURITIES LENDING EXPENSES	254	1,816
NET SECURITIES LENDING INCOME	<u>1,016</u>	<u>7,270</u>
NET INVESTMENT INCOME	<u>2,435,922</u>	<u>5,846,030</u>
PURCHASE OF UNITS (\$1/UNIT) (NOTE 3)	<u>-</u>	<u>-</u>
TOTAL ADDITIONS	2,435,922	5,846,030
DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	5,642	50,831
REDEMPTION OF UNITS (\$1/UNIT) (NOTE 4)	<u>-</u>	<u>-</u>
TOTAL DEDUCTIONS	<u>5,642</u>	<u>50,831</u>
CHANGE IN NET POSITION	2,430,280	5,795,199
NET POSITION:		
BEGINNING OF PERIOD	<u>577,001,620</u>	<u>573,636,701</u>
END OF PERIOD	<u>\$ 579,431,900</u>	<u>\$ 579,431,900</u>

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5/26/2016

BUDGET STABILIZATION FUND
Notes To Financial Statements
March 31, 2016

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Insurance Cash Pool invested in the short-term investment fund (STIF) at The Northern Trust Company.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **PURCHASE OF UNITS**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **REDEMPTION OF UNITS**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.