

BUDGET STABILIZATION FUND

State Investment Board Statement of Net Position As of 5/31/2016

	As of <u>5-31-16</u>	As of <u>6-30-15</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC FIXED INCOME	\$ 563,529,536	\$ 565,388,029
INVESTED CASH (NOTE 1)	<u>14,944,219</u>	<u>5,823,919</u>
TOTAL INVESTMENTS	578,473,755	571,211,948
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	2,991,632	2,799,203
MISCELLANEOUS RECEIVABLE	<u>1,362</u>	<u>976</u>
TOTAL RECEIVABLES	2,992,994	2,800,179
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	2,606,732	-
OPERATING CASH	<u>17,867</u>	<u>21,240</u>
TOTAL ASSETS	<u>584,091,348</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	26,249	29,034
INVESTMENT EXPENSE PAYABLE	<u>363,164</u>	<u>363,164</u>
TOTAL LIABILITIES	<u>2,996,145</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>581,091,623</u>	<u>573,636,701</u>
TOTAL NET POSITION	<u>\$ 581,091,623</u>	<u>\$ 573,636,701</u>

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

6/27/2016

BUDGET STABILIZATION FUND

State Investment Board Statement of Changes in Net Position For the Month Ended 5/31/2016

	Month Ended <u>5-31-16</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
GAIN ON SALE OF INVESTMENTS	\$ 1,220,733	\$ 15,299,787
LOSS ON SALE OF INVESTMENTS	1,687,643	21,786,975
NET GAINS (LOSSES) INVESTMENTS	<u>(466,910)</u>	<u>(6,487,188)</u>
NET APPREC (DEPREC) MARKET VALUE	<u>(343,992)</u>	<u>1,908,514</u>
NET CHANGE IN FAIR VALUE OF INVESTMENTS	(810,902)	(4,578,674)
INTEREST, DIVIDEND & OTHER INVESTMENT INCOME	1,163,427	12,932,939
	<u>352,525</u>	<u>8,354,265</u>
LESS INVESTMENT EXPENSES	<u>102,508</u>	<u>846,056</u>
NET INCOME FROM INVESTING ACTIVITIES	250,017	7,508,209
SECURITIES LENDING INCOME	1,187	11,222
SECURITIES LENDING EXPENSES	237	2,243
NET SECURITIES LENDING INCOME	<u>950</u>	<u>8,979</u>
NET INVESTMENT INCOME	<u>250,967</u>	<u>7,517,188</u>
PURCHASE OF UNITS (\$1/UNIT) (NOTE 3)	<u>-</u>	<u>-</u>
TOTAL ADDITIONS	250,967	7,517,188
DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	6,209	62,266
REDEMPTION OF UNITS (\$1/UNIT) (NOTE 4)	<u>-</u>	<u>-</u>
TOTAL DEDUCTIONS	<u>6,209</u>	<u>62,266</u>
CHANGE IN NET POSITION	244,758	7,454,922
NET POSITION:		
BEGINNING OF PERIOD	<u>580,846,865</u>	<u>573,636,701</u>
END OF PERIOD	<u>\$ 581,091,623</u>	<u>\$ 581,091,623</u>

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6/27/2016

BUDGET STABILIZATION FUND
Notes To Financial Statements
May 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.