

**BUDGET STABILIZATION FUND
INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2014**

	June-14					March-14					December-13					September-13				Current Fiscal YTD		Prior Year FY13		3 Years Ended 6/30/2014		5 Years Ended 6/30/2014			
	Allocation		Quarter			Allocation		Quarter			Allocation		Quarter			Allocation		Quarter		Returns		Returns		6/30/2014		6/30/2014			
	Market Value	Actual	Policy	Gross ⁽¹⁾	Net	Market Value	Actual	Policy	Gross	Net	Market Value	Actual	Policy	Gross	Net	Market Value	Actual	Policy	Gross	Net	Gross	Net	Gross	Net	Gross	Net	Gross	Net	
TOTAL BUDGET STABILIZATION FUND	586,199,881	100.0%	100.0%	0.57%	0.56%	589,665,298	100.0%	100.0%	0.49%	0.45%	588,744,084	100.0%	100.0%	0.48%	0.48%	584,586,308	100.0%	100.0%	0.49%	0.45%	2.04%	1.94%	1.94%	1.87%	2.03%	1.95%	3.45%	3.37%	
<i>POLICY TARGET BENCHMARK</i>				<i>0.21%</i>	<i>0.21%</i>				<i>0.12%</i>	<i>0.12%</i>				<i>0.06%</i>	<i>0.06%</i>				<i>0.22%</i>	<i>0.22%</i>	<i>0.61%</i>	<i>0.61%</i>	<i>0.29%</i>	<i>0.29%</i>	<i>0.40%</i>	<i>0.40%</i>	<i>0.30%</i>	<i>0.30%</i>	
Bank of ND CD'S	107,607,396	18.4%	18.4%	0.68%	0.68%	111,845,294	19.0%	19.0%	0.67%	0.67%	112,080,176	19.0%	19.0%	0.69%	0.69%	113,135,725	19.4%	19.4%	0.73%	0.73%	2.81%	2.81%	3.67%	3.67%	3.63%	3.63%	3.91%	3.91%	
CASH EQUIVALENTS																													
Northern Trust	3,987,131			0.00%	0.00%	13,032,107			0.00%	0.00%	11,911,891			0.00%	0.00%	10,092,917					0.01%	0.01%	N/A	N/A	N/A	N/A	N/A	N/A	
TOTAL CASH EQUIVALENTS	3,987,131	0.7%	0.7%	0.00%	0.00%	13,032,107	2.2%	2.2%	0.00%	0.00%	11,911,891	2.0%	2.0%	0.00%	0.00%	10,092,917	1.7%	1.7%	0.00%	0.00%	0.01%	0.01%	0.27%	0.27%	0.17%	0.17%	0.24%	0.24%	
<i>90 Day T-Bill</i>				<i>0.01%</i>	<i>0.01%</i>				<i>0.01%</i>	<i>0.01%</i>				<i>0.02%</i>	<i>0.02%</i>				<i>0.02%</i>	<i>0.02%</i>	<i>0.06%</i>	<i>0.06%</i>	<i>0.11%</i>	<i>0.11%</i>	<i>0.08%</i>	<i>0.08%</i>	<i>0.11%</i>	<i>0.11%</i>	
SHORT TERM FIXED INCOME																													
Babson Capital	238,334,294	40.7%	40.5%	0.66%	0.63%	233,009,538	39.5%	39.4%	0.59%	0.53%	233,633,209	39.7%	39.5%	0.62%	0.62%	230,826,860	39.5%	39.5%	0.50%	0.47%	2.39%	2.26%	1.89%	1.75%	N/A	N/A	N/A	N/A	
<i>BC 1-3 Year US Gov't Index</i>				<i>0.27%</i>	<i>0.27%</i>				<i>0.14%</i>	<i>0.14%</i>				<i>0.07%</i>	<i>0.07%</i>				<i>0.29%</i>	<i>0.29%</i>	<i>0.77%</i>	<i>0.77%</i>	<i>0.34%</i>	<i>0.34%</i>					
JP Morgan	236,271,061	40.3%	40.5%	0.47%	0.47%	231,778,360	39.3%	39.4%	0.32%	0.28%	231,118,808	39.3%	39.5%	0.25%	0.25%	230,530,805	39.4%	39.5%	0.38%	0.29%	1.44%	1.31%	0.68%	0.58%	N/A	N/A	N/A	N/A	
<i>BC 1-3 Year Gov/Credit Index</i>				<i>0.33%</i>	<i>0.33%</i>				<i>0.23%</i>	<i>0.23%</i>				<i>0.18%</i>	<i>0.18%</i>				<i>0.40%</i>	<i>0.40%</i>	<i>1.14%</i>	<i>1.14%</i>	<i>0.74%</i>	<i>0.74%</i>					
TOTAL SHORT TERM FIXED INCOME	474,605,355	81.0%	81.0%	0.57%	0.55%	464,787,898	78.8%	78.8%	0.46%	0.41%	464,752,017	78.9%	78.9%	0.44%	0.44%	461,357,665	78.9%	78.9%	0.44%	0.38%	1.91%	1.79%	1.37%	1.28%	1.44%	1.33%	3.94%	3.85%	
<i>BC 1-3 Year US Gov't Index (1)</i>				<i>0.27%</i>	<i>0.27%</i>				<i>0.14%</i>	<i>0.14%</i>				<i>0.07%</i>	<i>0.07%</i>				<i>0.29%</i>	<i>0.29%</i>	<i>0.77%</i>	<i>0.77%</i>	<i>0.34%</i>	<i>0.34%</i>	<i>0.51%</i>	<i>0.51%</i>	<i>0.37%</i>	<i>0.37%</i>	

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.