

**BUDGET STABILIZATION FUND  
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2014**

	August-14					July-14					Current FYTD		Prior Year FY14		3 Years Ended 6/30/2014		5 Years Ended 6/30/2014	
	Allocation		Month			Allocation		Month			Returns		Returns		Gross	Net	Gross	Net
	Market Value	Actual	Policy	Gross <sup>(1)</sup>	Net	Market Value	Actual	Policy	Gross <sup>(1)</sup>	Net	Gross	Net	Gross	Net				
<b>TOTAL BUDGET STABILIZATION FUND</b>	<b>587,652,453</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.31%</b>	<b>0.29%</b>	<b>585,839,771</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-0.05%</b>	<b>-0.06%</b>	<b>0.26%</b>	<b>0.23%</b>	<b>2.04%</b>	<b>1.94%</b>	<b>2.03%</b>	<b>1.95%</b>	<b>3.45%</b>	<b>3.37%</b>
<i>POLICY TARGET BENCHMARK</i>				<i>0.14%</i>	<i>0.14%</i>				<i>-0.07%</i>	<i>-0.07%</i>	<i>0.07%</i>	<i>0.07%</i>	<i>0.61%</i>	<i>0.61%</i>	<i>0.40%</i>	<i>0.40%</i>	<i>0.30%</i>	<i>0.30%</i>
<b>Bank of ND CD'S</b>	<b>105,074,731</b>	<b>17.9%</b>	<b>17.9%</b>	<b>0.23%</b>	<b>0.23%</b>	<b>104,836,543</b>	<b>17.9%</b>	<b>17.9%</b>	<b>0.23%</b>	<b>0.23%</b>	<b>0.46%</b>	<b>0.46%</b>	<b>2.81%</b>	<b>2.81%</b>	<b>3.63%</b>	<b>3.63%</b>	<b>3.91%</b>	<b>3.91%</b>
<b>CASH EQUIVALENTS</b>																		
Northern Trust (1)	7,097,232			0.00%	0.00%	6,996,232			0.00%	0.00%	0.00%	0.00%	0.01%	0.01%	N/A	N/A	N/A	N/A
<b>TOTAL CASH EQUIVALENTS</b>	<b>7,097,232</b>	<b>1.2%</b>	<b>1.2%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>6,996,232</b>	<b>1.2%</b>	<b>1.2%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.01%</b>	<b>0.01%</b>	<b>0.17%</b>	<b>0.17%</b>	<b>0.24%</b>	<b>0.24%</b>
<i>90 Day T-Bill</i>				<i>0.00%</i>	<i>0.00%</i>				<i>0.00%</i>	<i>0.00%</i>	<i>0.01%</i>	<i>0.01%</i>	<i>0.06%</i>	<i>0.06%</i>	<i>0.08%</i>	<i>0.08%</i>	<i>0.11%</i>	<i>0.11%</i>
<b>SHORT TERM FIXED INCOME</b>																		
Babson Capital	238,963,013	40.7%	40.5%	0.45%	0.41%	237,993,602	40.6%	40.5%	-0.14%	-0.14%	0.30%	0.27%	2.39%	2.26%	N/A	N/A	N/A	N/A
<i>BC 1-3 Year US Gov't Index</i>				<i>0.17%</i>	<i>0.17%</i>				<i>-0.08%</i>	<i>-0.08%</i>	<i>0.09%</i>	<i>0.09%</i>	<i>0.77%</i>	<i>0.77%</i>				
JP Morgan	236,517,476	40.2%	40.5%	0.22%	0.22%	236,013,394	40.3%	40.5%	-0.09%	-0.11%	0.13%	0.11%	1.44%	1.31%	N/A	N/A	N/A	N/A
<i>BC 1-3 Year Gov/Credit Index</i>				<i>0.18%</i>	<i>0.18%</i>				<i>-0.07%</i>	<i>-0.07%</i>	<i>0.12%</i>	<i>0.12%</i>	<i>1.14%</i>	<i>1.14%</i>				
<b>TOTAL SHORT TERM FIXED INCOME</b>	<b>475,480,489</b>	<b>80.9%</b>	<b>80.9%</b>	<b>0.33%</b>	<b>0.31%</b>	<b>474,006,996</b>	<b>80.9%</b>	<b>80.9%</b>	<b>-0.12%</b>	<b>-0.13%</b>	<b>0.22%</b>	<b>0.19%</b>	<b>1.91%</b>	<b>1.79%</b>	<b>1.44%</b>	<b>1.33%</b>	<b>3.94%</b>	<b>3.85%</b>
<i>BC 1-3 Year US Gov't Index (1)</i>				<i>0.17%</i>	<i>0.17%</i>				<i>-0.08%</i>	<i>-0.08%</i>	<i>0.09%</i>	<i>0.09%</i>	<i>0.77%</i>	<i>0.77%</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.