

**BUDGET STABILIZATION FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2016**

| | May-16 | | | | April-16 | | | | March-16 | | | | December-15 | | | | September-15 | | | | Current FYTD | | Prior Year FY15 | | 3 Years Ended 6/30/2015 | | 5 Years Ended 6/30/2015 | | | | | | |
|--|--------------------|---------------|---------------|---------------|---------------|--------------------|---------------|---------------|--------------|--------------|--------------------|---------------|---------------|--------------|--------------|--------------------|---------------|---------------|---------------|---------------|--------------------|---------------|-----------------|--------------|-------------------------|--------------|-------------------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | Market Value | Allocation | Actual | Month | Market Value | Allocation | Actual | Month | Market Value | Allocation | Actual | Quarter | Market Value | Allocation | Actual | Quarter | Market Value | Allocation | Actual | Quarter | Gross | Net | Gross | Net | Gross | Net | Gross | Net | Gross | Net | | | |
| TOTAL BUDGET STABILIZATION FUND | 581,465,381 | 100.0% | 100.0% | 0.06% | 0.04% | 581,214,701 | 100.0% | 100.0% | 0.25% | 0.25% | 579,947,916 | 100.0% | 100.0% | 1.11% | 1.08% | 573,743,813 | 100.0% | 100.0% | -0.31% | -0.34% | 575,697,144 | 100.0% | 100.0% | 0.33% | 0.27% | 1.45% | 1.31% | 1.95% | 1.86% | 1.98% | 1.89% | 2.36% | 2.28% |
| <i>POLICY TARGET BENCHMARK</i> | | | | <i>-0.05%</i> | <i>-0.05%</i> | | | | <i>0.06%</i> | <i>0.06%</i> | | | | <i>0.87%</i> | <i>0.87%</i> | | | | <i>-0.25%</i> | <i>-0.25%</i> | | | <i>0.37%</i> | <i>0.37%</i> | <i>0.99%</i> | <i>0.99%</i> | <i>0.75%</i> | <i>0.75%</i> | <i>0.55%</i> | <i>0.55%</i> | <i>0.42%</i> | <i>0.42%</i> | |
| Bank of ND CD'S | 84,083,402 | 14.5% | 14.5% | 0.22% | 0.22% | 84,943,266 | 14.6% | 14.6% | 0.21% | 0.21% | 89,952,365 | 15.5% | 15.5% | 0.79% | 0.79% | 90,036,279 | 15.7% | 15.7% | 0.65% | 0.65% | 91,058,479 | 15.8% | 15.8% | 0.66% | 0.66% | 2.56% | 2.56% | 2.68% | 2.68% | 3.05% | 3.05% | 3.59% | 3.59% |
| CASH EQUIVALENTS | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Northern Trust (1) | 14,946,101 | | | 0.02% | 0.02% | 13,888,634 | | | 0.02% | 0.02% | 8,875,391 | | | 0.06% | 0.06% | 8,019,289 | | | 0.00% | 0.00% | 9,977,432 | | | 0.00% | 0.00% | 0.11% | 0.11% | 0.01% | 0.01% | N/A | N/A | N/A | N/A |
| TOTAL CASH EQUIVALENTS | 14,946,101 | 2.6% | 2.6% | 0.02% | 0.02% | 13,888,634 | 2.4% | 2.4% | 0.02% | 0.02% | 8,875,391 | 1.5% | 1.5% | 0.06% | 0.06% | 8,019,289 | 1.4% | 1.4% | 0.00% | 0.00% | 9,977,432 | 1.7% | 1.7% | 0.00% | 0.00% | 0.11% | 0.11% | 0.01% | 0.01% | 0.10% | 0.10% | 0.17% | 0.17% |
| <i>90 Day T-Bill</i> | | | | <i>0.01%</i> | <i>0.01%</i> | | | | <i>0.03%</i> | <i>0.03%</i> | | | | <i>0.07%</i> | <i>0.07%</i> | | | | <i>0.03%</i> | <i>0.03%</i> | | | <i>0.01%</i> | <i>0.01%</i> | <i>0.15%</i> | <i>0.15%</i> | <i>0.02%</i> | <i>0.02%</i> | <i>0.06%</i> | <i>0.06%</i> | <i>0.08%</i> | <i>0.08%</i> | |
| SHORT TERM FIXED INCOME | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Babson Capital | 241,138,604 | 41.5% | 41.5% | 0.11% | 0.07% | 240,982,162 | 41.5% | 41.5% | 0.36% | 0.36% | 240,129,059 | 41.4% | 41.5% | 1.32% | 1.28% | 237,144,285 | 41.3% | 41.5% | -0.68% | -0.72% | 238,887,343 | 41.5% | 41.2% | 0.21% | 0.13% | 1.32% | 1.10% | 2.55% | 2.43% | 2.28% | 2.15% | N/A | N/A |
| <i>BC 1-3 Year US Gov't Index</i> | | | | <i>-0.10%</i> | <i>-0.10%</i> | | | | <i>0.04%</i> | <i>0.04%</i> | | | | <i>0.89%</i> | <i>0.89%</i> | | | | <i>-0.43%</i> | <i>-0.43%</i> | | | <i>0.32%</i> | <i>0.32%</i> | <i>0.71%</i> | <i>0.71%</i> | <i>0.91%</i> | <i>0.91%</i> | <i>0.68%</i> | <i>0.68%</i> | | | |
| JP Morgan | 241,297,275 | 41.5% | 41.5% | -0.04% | -0.04% | 241,400,639 | 41.5% | 41.5% | 0.17% | 0.17% | 240,991,100 | 41.6% | 41.5% | 1.05% | 1.03% | 238,543,961 | 41.6% | 41.5% | -0.31% | -0.34% | 235,773,890 | 41.0% | 41.2% | 0.34% | 0.28% | 1.21% | 1.09% | 1.11% | 1.01% | 1.08% | 0.97% | N/A | N/A |
| <i>BC 1-3 Year Gov/Credit Index</i> | | | | <i>-0.07%</i> | <i>-0.07%</i> | | | | <i>0.14%</i> | <i>0.14%</i> | | | | <i>0.97%</i> | <i>0.97%</i> | | | | <i>-0.36%</i> | <i>-0.36%</i> | | | <i>0.29%</i> | <i>0.29%</i> | <i>0.98%</i> | <i>0.98%</i> | <i>1.62%</i> | <i>1.62%</i> | <i>1.17%</i> | <i>1.17%</i> | | | |
| TOTAL SHORT TERM FIXED INCOME | 482,435,878 | 83.0% | 83.0% | 0.03% | 0.01% | 482,382,801 | 83.0% | 83.0% | 0.26% | 0.26% | 481,120,159 | 83.0% | 83.0% | 1.19% | 1.15% | 475,688,246 | 82.9% | 82.9% | -0.50% | -0.53% | 474,661,233 | 82.4% | 82.4% | 0.28% | 0.20% | 1.26% | 1.10% | 1.83% | 1.72% | 1.71% | 1.60% | 2.05% | 1.94% |
| <i>BC 1-3 Year US Gov't Index (1)</i> | | | | <i>-0.10%</i> | <i>-0.10%</i> | | | | <i>0.04%</i> | <i>0.04%</i> | | | | <i>0.89%</i> | <i>0.89%</i> | | | | <i>-0.43%</i> | <i>-0.43%</i> | | | <i>0.32%</i> | <i>0.32%</i> | <i>0.71%</i> | <i>0.71%</i> | <i>0.91%</i> | <i>0.91%</i> | <i>0.68%</i> | <i>0.68%</i> | <i>0.52%</i> | <i>0.52%</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.