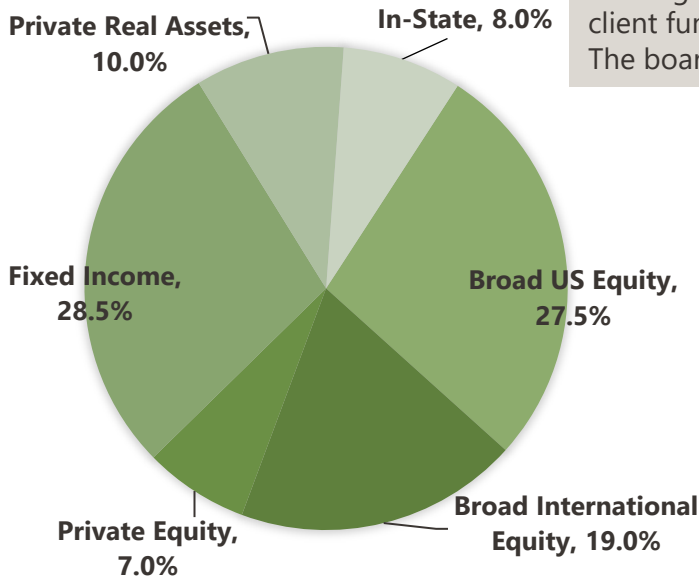


NORTH DAKOTA LEGACY FUND

LEGACY FUND ASSET ALLOCATION



The Legacy and Budget Stabilization Fund Advisory Board is the client fund board responsible for the Legacy Fund's asset allocation. The board consists of six state legislators and four citizen members.

Adopted in July of 2023, the asset allocation for the Legacy Fund aims to accelerate the fund's growth, generate higher returns, and provide more predictable earnings for long-term benefits to the state's citizens.

Measure #3, passed during the 2024 General Election, reduced the amount of principal that legislators can access from 15% to 5% during any single two-year budget cycle. Reducing legislative access to the principal allows more of the fund to be invested in long-term assets that have the potential to provide higher earnings over time.

LEGACY FUND PERFORMANCE

\$10.9 B
in AUM
as of
06/30/2024

5-year excess
returns of
\$376.6M

As of June 30, 2024	1 Year	3 Year	5 Year	Risk (5 Year)
Total Fund Return – Net	10.9%	2.5%	6.6%	10.6%
Policy Benchmark Return	9.8%	1.7%	5.8%	10.5%
Total Relative Return	1.1%	0.8%	0.8%	

DID YOU KNOW



Thirty percent of North Dakota's petroleum production and extraction taxes are transferred to the Legacy Fund monthly. At the end of each biennium, fund earnings are moved to the state's general fund to finance state projects and provide tax relief. Over the past three biennium, \$1.8 billion in Legacy Fund earnings have been transferred. At the close of FY2025, RIO will transfer an additional \$601 million in earnings to the general fund.



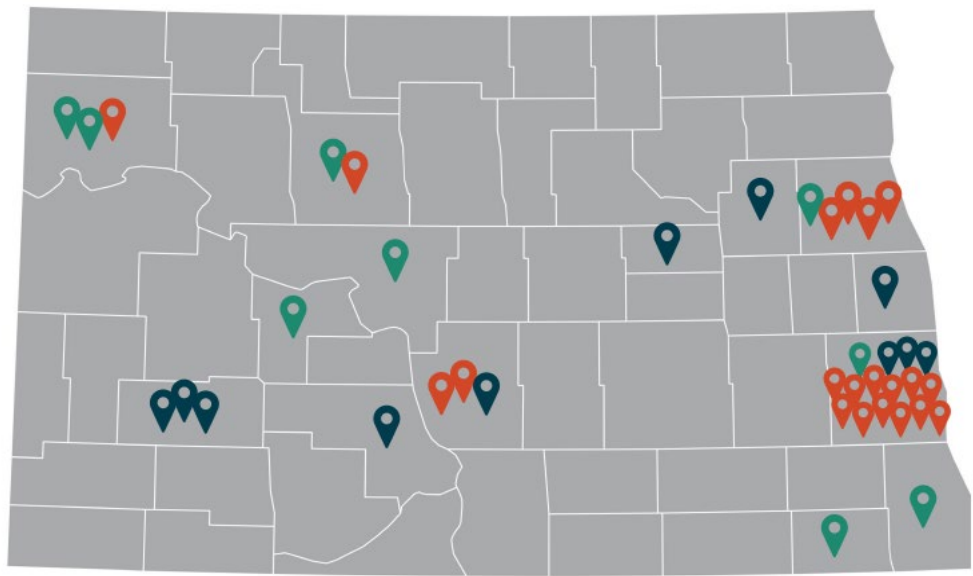
Eight percent of the Legacy Fund's assets are allocated to investment in North Dakota.



North Dakota's Legacy Fund achieves a perfect score (10 out of 10) on the Linaburg-Maduell Transparency Index, a method of rating the transparency of sovereign wealth funds.

IN-STATE INVESTMENT PROGRAM (as of 06/30/2024)

In 2021, state legislation established an In-state Investment program requiring a portion of Legacy Fund assets be invested in North Dakota and empowering the State Investment Board, as advised by the Legacy and Budget Stabilization Fund Advisory Board, to administer the program.



- Since the program's inception, more than **\$450 million** invested/committed
- 40** North Dakota businesses/communities impacted
- A new investment manager focused on real assets will be added in Q1 2025

	BND Match Loans \$311,051,165 in Fixed Income 9 Investments Statewide.		BND Infrastructure Loans \$50,059,095 in Fixed Income 11 Investments Statewide.		North Dakota Growth Fund \$89,000,000 in Private Equity commitments, \$49,344,389 net asset value. 20 Investments Statewide.
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HOW OUR IN-STATE PROGRAM COMPARES TO PEER STATES

Resolution Passed	NORTH DAKOTA 2021	ALASKA 2018	MONTANA 1983	FLORIDA 2008	UTAH 2003
Source of Funds	ND Legacy Fund (\$10.9B)	Alaska Permanent Fund Corp. (\$83B)	Montana Coal Severance Tax Trust (\$1.27B)	Florida Retirement System Plan (\$206B)	Debt financing (Utah state contingent tax credits were used as collateral)
Program Value	\$450M June 2024	\$165M June 2024	\$143M June 2024	\$1.1B June 2024	Dissolved 2022

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