

## Permanent Fund up 8.96% for Fiscal Year 2017 Year to Date

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The Alaska Permanent Fund's (Fund) total value as of March 31, 2017 (unaudited) is \$57.8 billion, comprised of \$46.1 billion in Principal and \$11.7 billion in the Earnings Reserve. The Fund's investment return for the fiscal year to date (FYTD) is up 8.96% based on unaudited performance results.

The Alaska Permanent Fund Corporation maintains a prudent asset allocation with levels of diversification and a long-term perspective. All asset classes within the diversified portfolio have performed well throughout the third quarter of the fiscal year. Both the Public Equities and the Private Equity and Growth Opportunities allocations have returned double digit performance results for the 9 month period ending March 31, 2017.

The Public Equity asset class continues to respond to the dynamic market conditions with robust FY17 YTD returns across all sectors: Domestic Equities up 16.77%, International Equities up 15.46%, and Global Equities up 14.51%. These returns are driven by positioning, based on regional and sector allocation, and by Fund Manager performance. From the allocation perspective, APFC Public Equities have been positioned to benefit from acceleration in global economic growth. Rising optimism regarding future global economic growth has driven returns and global markets have risen over the past 9 months in anticipation of continuing positive growth and profitability trends.

The Private Equity and Growth Opportunities asset allocation has returned 12.86% over the past three quarters. This strong FYTD performance has been supported by a diversified portfolio of specialized private equity funds and by APFC's direct investment program. Direct investments, on which the APFC pays little or no fees, represents 25% of the current market value of the Private Equity portfolio but accounted for 60% of total gains over the last 12 months.

Angela Rodell, CEO of the Alaska Permanent Fund Corporation, stated that "the solid performance results for the first three quarters of FY17 are encouraging and affirm the dedication of the APFC staff to meet or exceed our performance benchmarks. Over the past 5 years, the total Fund Performance has lead all three benchmark objectives and APFC will continue to strive to maximize returns for Alaskans."

### Alaska Permanent Fund Performance vs Benchmark Objectives (as of March 31, 2017)

|                                                            | FY17 YTD     | 1 Year        | 3 Years      | 5 Years      |
|------------------------------------------------------------|--------------|---------------|--------------|--------------|
| <b>Total Fund Performance</b>                              | <b>8.96%</b> | <b>11.11%</b> | <b>6.31%</b> | <b>7.78%</b> |
| Passive Index Benchmark (60 Stocks 30 Bonds 10 RE 10 TIPS) | 6.77%        | 8.76%         | 3.61%        | 5.74%        |
| Performance Benchmark                                      | 7.17%        | 9.35%         | 4.87%        | 6.90%        |
| Board of Trustees Return Objective (CPI + 5%)              | 4.87%        | 7.38%         | 6.05%        | 6.23%        |

Additional detailed information can be found at the following links for the Alaska Permanent Fund's [financial statements](#) and [investment performance](#).