

May 30, 2025

BAXTER STATE PARK AUTHORITY

INVESTMENT REVIEW

Presented by:

Mike Daley, CFA

Senior Portfolio Manager

Prepared For:

Judy Camuso

Commissioner of Inland Fisheries and Wildlife

Patty Cormier

Chair of BSP Authority

Director, Maine Forest Service

Aaron Frey

Maine Attorney General

Historical Returns: As of April 30, 2025

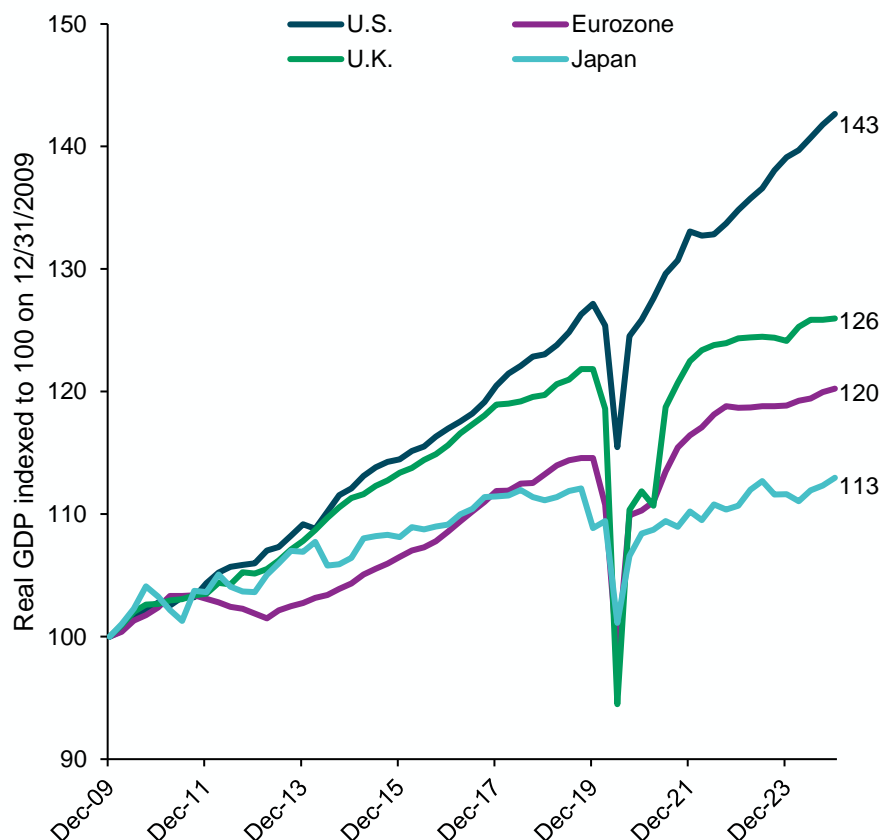
					Annualized Returns (%)			
Asset Class	Index	April	YTD	1 Yr.	3 Yr.	5 Yr.	10 Yr.	10 Yr. Stdev.
US Large Cap Equity	S&P 500 TR USD	-0.7	-4.9	12.1	12.2	15.6	12.3	15.4
US Mid Equity	S&P MidCap 400 TR	-2.3	-8.2	1.2	6.2	13.3	8.3	18.8
US Small Cap Equity	Russell 2000 TR USD	-2.3	-11.6	0.9	3.3	9.9	6.3	20.9
International Equity	MSCI EAFE NR USD	4.6	11.8	12.6	10.1	11.4	5.4	15.2
Emerging Mkt Equity	MSCI EM GR USD	1.3	4.4	9.6	4.3	6.8	3.5	17.0
T-bills	ICE BofA 0-3 M US Trsy Bill TR USD	0.4	1.4	4.9	4.4	2.7	1.9	0.6
Tax-exempt bonds	S&P Muni Bond Interm. TR	-0.4	-0.2	2.2	2.5	1.3	2.1	4.5
Taxable Bonds	Bloomberg US Agg Bond TR USD	0.4	3.2	8.0	2.0	-0.7	1.5	5.0
High Yield	ICE BofA US HY Constnd TR USD	0.0	0.9	8.7	6.1	6.4	4.8	7.6
International Bonds	Bloomberg Gbl Agg Ex USD TR USD	5.1	7.8	9.5	0.5	-1.8	0.1	8.2
EM Debt - USD	JPM EMBI Global Diversified TR USD	-0.2	2.0	8.8	5.3	3.0	3.0	9.0
Hedge Funds*	HFRX Global Hedge Fund USD	-0.7	0.5	3.2	1.9	4.4	1.8	4.2
Real Estate	FTSE EPRA Nareit Developed TR USD	1.0	2.9	12.7	-1.1	6.0	3.2	17.0
Commodities	S&P GSCI TR USD	-8.4	-4.0	-6.0	-3.3	21.1	0.6	21.3

Source: Morningstar. Returns and standard deviation as of 4/30/2025. *As of 3/31/25. Past performance is not indicative of future performance

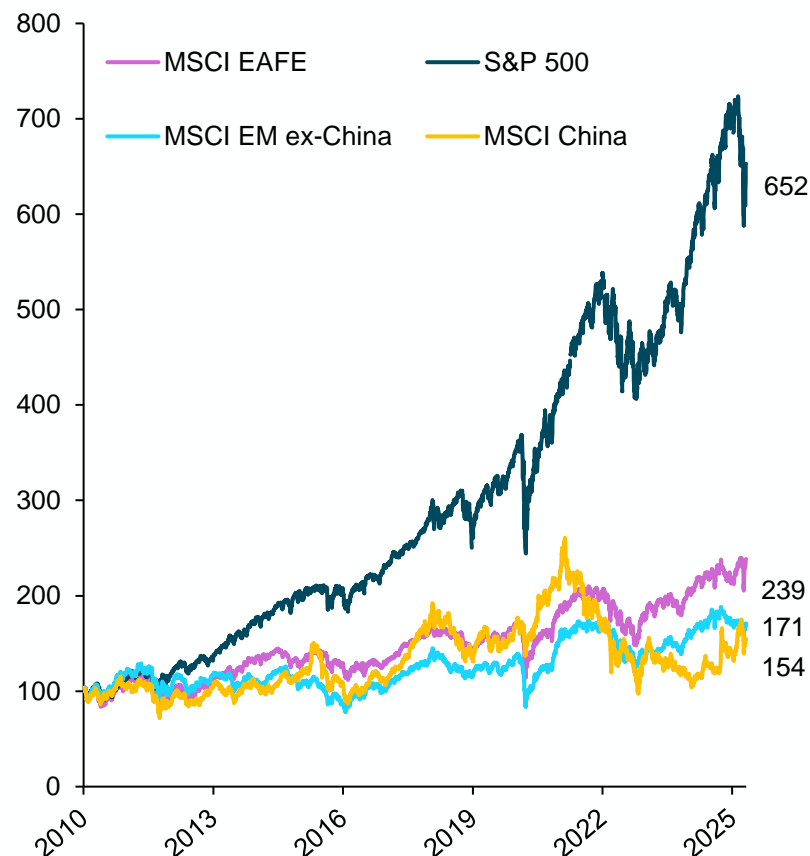
A lot needs to happen to end U.S. exceptionalism

- U.S. economic leadership has translated into equity market outperformance
- U.S. real GDP is up 42% since '10 while the U.K. is 26% higher, Eurozone 20%, and Japan 12%.
- S&P 500 is 13.1% annualized since '10 vs. 5.8% for non-U.S. developed markets, 3.6% for EM ex-China, & 2.9% for China.

G4 real GDP from 2010-2024*



Global equities since 2010**



*Indexed to 100 at beginning of time period. **Using MSCI net total return indices in USD and indexed to 100 at beginning of time period. Source: Bloomberg. Left chart as of 12/31/2024 and right chart as of 4/29/2025. Past performance is no guarantee of future results.

Stewardship Index

Year-Ending	Market Value	Total Return Consolidated ⁽¹⁾	Distributions \$ Value	% of MV	Inflation CPI	Inflation Core CPI ⁽²⁾	The Stewardship "Index" ⁽³⁾	The Stewardship "Index" ^(3,4)
12/31/01	\$51,709,678	-2.8%	\$1,284,800	2.5%	1.6%	2.7%	-6.9%	-8.0%
12/31/02	\$45,106,324	-10.3%	\$1,382,000	3.1%	2.4%	1.9%	-15.7%	-15.2%
12/31/03	\$53,110,536	21.3%	\$1,615,000	3.0%	1.9%	1.1%	16.4%	17.2%
12/31/04	\$56,655,724	9.9%	\$1,660,000	2.9%	3.3%	2.2%	3.7%	4.8%
12/31/05	\$58,511,512	6.7%	\$1,821,800	3.1%	3.4%	2.2%	0.2%	1.4%
12/31/06	\$63,077,391	10.7%	\$1,555,000	2.5%	2.5%	2.5%	5.7%	5.7%
12/31/07	\$67,762,152	10.3%	\$1,725,000	2.5%	4.1%	2.3%	3.7%	5.5%
12/31/08	\$47,006,778	-28.1%	\$1,935,000	4.1%	0.1%	2.3%	-32.3%	-34.5%
12/31/09	\$55,711,926	23.3%	\$1,965,000	3.5%	2.7%	1.7%	17.1%	18.1%
12/31/10	\$61,442,234	14.1%	\$2,050,000	3.3%	1.5%	1.0%	9.2%	9.7%
12/31/11	\$56,268,986	-4.7%	\$2,090,000	3.7%	3.0%	1.7%	-11.4%	-10.1%
12/31/12	\$61,727,964	13.3%	\$1,920,000	3.1%	1.7%	2.1%	8.5%	8.1%
12/31/13	\$70,460,064	17.4%	\$1,845,000	2.6%	1.6%	1.8%	13.2%	12.9%
12/31/14	\$72,919,068	6.6%	\$1,890,000	2.6%	0.8%	1.7%	3.2%	2.3%
12/31/15	\$70,402,050	-0.6%	\$2,120,700	3.0%	0.7%	2.1%	-4.3%	-5.7%
12/31/16	\$73,715,143	7.8%	\$2,023,000	2.7%	2.1%	2.2%	3.0%	2.9%
12/31/17	\$84,004,182	17.1%	\$2,200,188	2.6%	2.1%	1.8%	12.4%	12.7%
12/31/18	\$77,800,029	-5.0%	\$2,155,000	2.8%	1.9%	2.2%	-9.6%	-9.9%
12/31/19	\$91,751,652	21.4%	\$2,500,000	2.7%	2.3%	2.3%	16.4%	16.4%
12/31/20	\$101,806,117	14.3%	\$2,769,471	2.7%	1.4%	1.6%	10.2%	10.0%
12/31/21	\$119,426,401	19.4%	\$1,980,208	1.7%	7.0%	5.5%	10.7%	12.2%
12/31/22	\$99,475,549	-14.6%	\$2,586,811	2.6%	6.5%	5.7%	-23.7%	-22.9%
12/31/23	\$110,261,453	14.2%	\$3,024,519	2.7%	3.4%	3.9%	8.0%	7.5%
12/31/24	\$119,271,883	12.3%	\$4,251,113	3.6%	2.9%	3.2%	5.8%	5.5%
24 Year Average:	\$73,724,366.52	6.4%	\$2,097,900	2.8%	2.5%	2.4%	1.1%	1.2%

⁽¹⁾ Long-term average return presented is geometric mean return

⁽²⁾ Data retrieved from the Bureau of Labor Statistics

⁽³⁾ Total return less distribution rate, adjusted for inflation.

⁽⁴⁾ Stewardship Index calculated using Core CPI

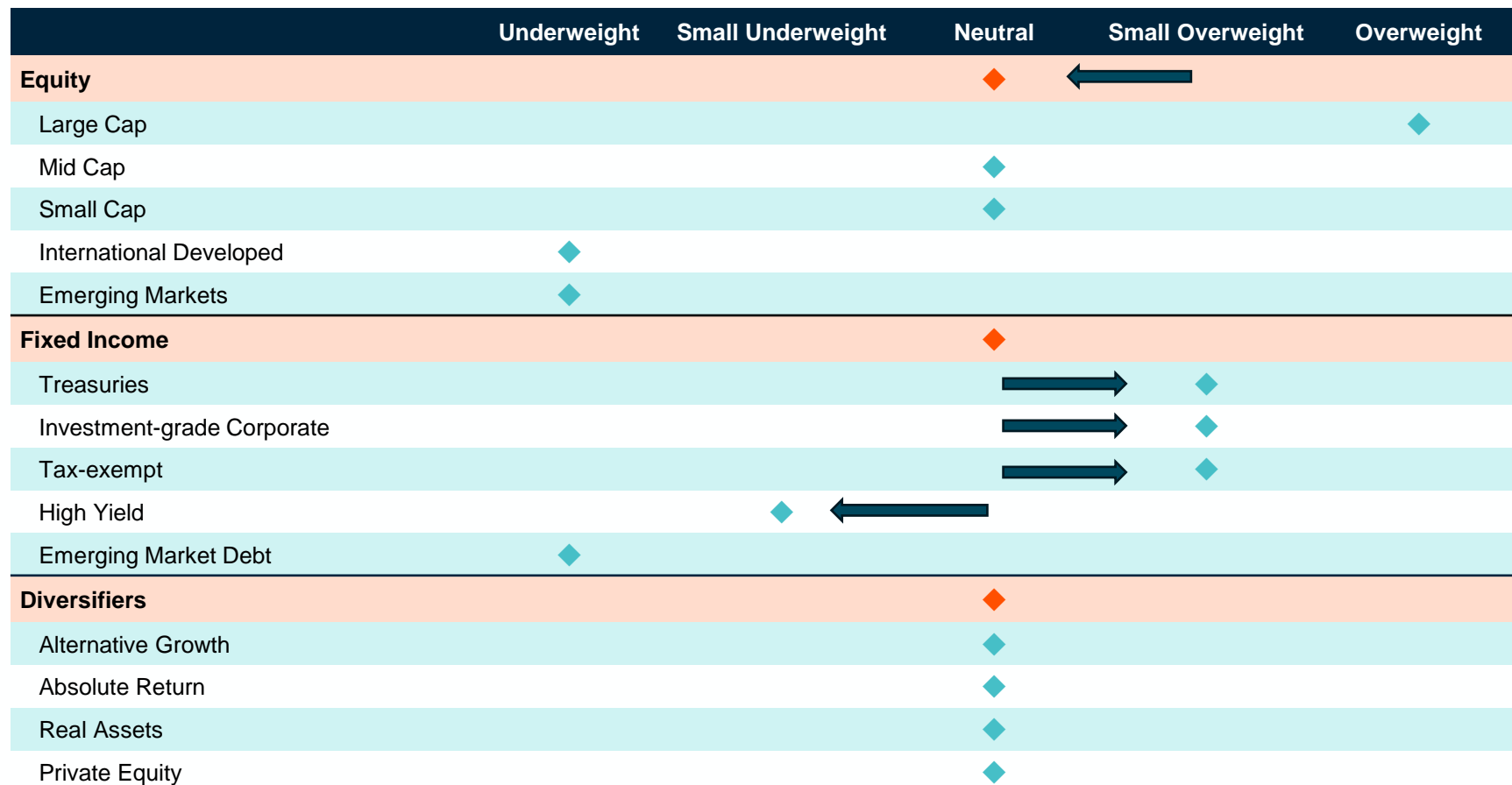
Change in Assets – Baxter State Park

	YTD	2024
Beginning Market Value	\$119,271,882	\$110,261,453
Net Flows	(\$820,145)	(\$4,244,664)
Investment Return*	(\$1,051,128)	\$13,255,093
Ending Market Value	\$117,400,610	\$119,271,882

*Investment Return (Net of Fees)
 Data as of April 30, 2025






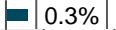
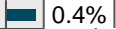







Asset Class Positioning

Investment Strategy Committee Recommendations



Reflects portfolio positioning within the Fully Diversified Moderate Growth for taxable clients. As of 4/30/2025.

Portfolio Positioning: Baxter State Park Consolidated

Fund Type	Actual Allocation	Target Allocation	Over / Under (vs Target)	Market Value
Cash				
Cash and Cash Equivalents	1.0%	0.5%	 0.5%	\$1,229,728
Total Cash	1.0%	0.5%	 0.5%	\$1,229,728
Equities				
U.S. Large Cap	38.4%	37.5%	 0.9%	\$46,645,042
U.S. Mid Cap	6.8%	7.0%	 -0.2%	\$8,268,242
U.S. Small Cap	3.2%	3.5%	 -0.3%	\$3,881,493
Developed International	9.8%	9.5%	 0.3%	\$11,895,600
Emerging Markets - Large Cap	3.9%	3.5%	 0.4%	\$4,678,881
Total Equities	62.0%	61.0%	 1.1%	\$75,369,258
Fixed Income				
Taxable Fixed Income	21.6%	22.5%	 -0.9%	\$26,267,964
High Yield	1.0%	1.0%	 0.0%	\$1,199,473
Emerging Mkts - Fixed Income	1.0%	1.0%	 0.0%	\$1,219,318
Total Fixed Income	23.6%	24.5%	 -0.9%	\$28,686,755
Alternative Investments				
Private Equity	13.4%	14.0%	 -0.6%	\$16,307,145
Total Alternative Investments	13.4%	14.0%	 -0.6%	\$16,307,145
TOTAL	100%	100%		\$121,592,886

IPS Ranges

Equity: 50%-70% (Policy Target 60%)

Bonds: 15%-35% (Policy Target 25%)

Alternatives: 0%-25% (Policy Target 15%)

Note: Private Equity line item includes Fugio PE/VC Funds, Commonfund PE Funds, Fortress Lending Fund III, and Ares Strategic Income Fund

Performance

			Annualized			
Annualized Returns	YTD	One Year	Three Years	Five Years	Ten Years	Fifteen Years
Total Portfolio						
Baxter Trust (Net)	-1.4%	9.1%	7.9%	9.9%	7.2%	7.5%
Investment Fund (Net)	0.1%	6.9%	2.9%	10.7%	8.5%	8.5%
Consolidated (Net)	-1.0%	8.4%	6.3%	10.1%	7.6%	7.8%
1) BNY Mellon Global Reference Benchmark	0.5%	10.4%	8.3%	9.8%	7.5%	8.2%
2) Blended Benchmark (70 ACWI / 5 SO / 25 Agg)	0.4%	10.3%	7.8%	9.3%	6.7%	7.3%
3) Consumer Price Index + 3%	1.9%	5.4%	6.7%	7.8%	6.2%	5.7%

Benchmark Summary

- 1) 46% S&P 1500 (US Equities), 24% MSCI ACWI Ex US (Non-US Equities), 25% Barclays Agg Bond Index (Bonds), 5% CPI + 3% (Special Opportunities)
- 2) Blended benchmark using global (est. 65% US / 35% Non-US) equity index, Special Ops (50% ACWI / 50% Tbill + 3%)
- 3) Benchmark tracking purchasing power of assets after distributions

Administration

OPERATIONAL SUMMARY: BSP INVESTMENT FUND

Investment Authority

BNY Wealth has full investment authority within the guidelines set out by the Investment Policy Statement.

Statements

Income and principal summary, with asset lists, are mailed quarterly to Brian Noyes and Rupert White. Baxter State Park Authority receives monthly and annual statements. Kevin Adam receives monthly statements. The State Treasurer receives annual statements. The Attorney General of Maine receives quarterly statements.

Payments

Upon receipt of authorized instruction.

Fees

On the 24th of each month, one twelfth (1/12) of the annual fee is charged to income based on the following fee schedule:

Advisory Fee Based on Market Value *

.40% on the first \$25,000,000

.25% on the next \$25,000,000

.20% on the next \$100,000,000

* 15% discount to be applied to advisory fee tiers

Administration

OPERATIONAL SUMMARY: BAXTER TRUST

Investment Authority

Boston Safe (BNY Wealth) is sole Trustee for the Percival Baxter Trust.

Statements

Consolidated and individual income and principal summary, with asset lists, are mailed quarterly to Brian Noyes and Rupert White for both Trust accounts. Kevin Adam receives monthly statements for both Trust accounts. Baxter State Park Authority receives monthly and annual (calendar year end) statements for the two Trust accounts. The Maine State Treasurer receives annual statements for the Park's fiscal year-end (June) for both Trust accounts. The Maine State Attorney General receives quarterly statements for both accounts.

Payments

At the end of each month, net income is transferred to the Baxter State Park Authority Investment Fund (a/c # 10600421xxx).

Fees

At the end of each month fees are charged 50% to income and 50% to principal based on the following schedule: 5% of Income, in accordance with Amendment to Trust dated May 18, 1966.

Performance Review: Disclosure

Performance shown is total return, expressed as a percentage, including income and gains (realized and unrealized) in the portfolio. For periods of greater than one year, performance is shown as an average annual rate of return. Periods of less than one year are not annualized.

Portfolio Net of Fee returns reflects the deduction of management fees or other fees payable by the account.

In valuing the assets in portfolios, we use data and information supplied by the third-party vendors. Although we exercise great care in the selection of such vendors, we do not guarantee the accuracy of the information provided.

Past performance is not necessarily indicative of future results.

Information appearing in the "Since Inception" or "Report Period" column on your report represents the performance data since the time we began to calculate performance returns for the specific asset classes or subclasses held in your account(s). In some instances, the calculations for portfolio information may pre-date the detailed information appearing on your report.

Market values, contributions/withdrawals, and gain/loss data on the report may differ from account statements as a result of differential system handling of accruals, included and excluded assets, start dates and transaction dating. This information should not be used for tax purposes.

Additionally, where the Inception Date for your account(s) is not the first day of the month, there will be a timing mismatch with the underlying benchmarks as benchmark performance is calculated from the first day of the month, regardless of your account(s) Inception Date. Also, it always takes time to align a new account with our agreed upon investment strategy. For example, if an account consists of all cash or legacy securities on Inception Date, the account will need to be fully transitioned before comparison with the underlying benchmark is appropriate.

Benchmarks: Benchmarks used for performance comparison are noted on the report.

* The Intermediate Municipal Bond Index represents returns of the Constant 5.5 year Duration Blend of the Merrill Lynch Intermediate (U0T0) Municipal Bond Index and the Merrill Lynch 12-22 Year (U4A0) Municipal Bond Index for periods prior to January 2010 and the returns of the S&P Municipal Bond Intermediate Index from January 2010 forward.

* The Global Equity Index represents returns of the S&P 500 for periods prior to March 2024 and the returns of the MSCI ACWI IMI (net) from March 2024 forward.

* The MSCI ACWI / MSCI ACWI IMI Index represents returns of the MSCI All Country World Index for periods prior to March 2024 and the returns of the MSCI ACWI IMI (Net) from March 2024 forward.

For additional performance information, or for any matter pertaining to your account relationship, please contact your Wealth Manager.