

May 29, 2026

BAXTER STATE PARK AUTHORITY

INVESTMENT REVIEW

Presented by:

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Prepared For:

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*Acting Commissioner of Inland Fisheries and
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*Chair of BSP Authority
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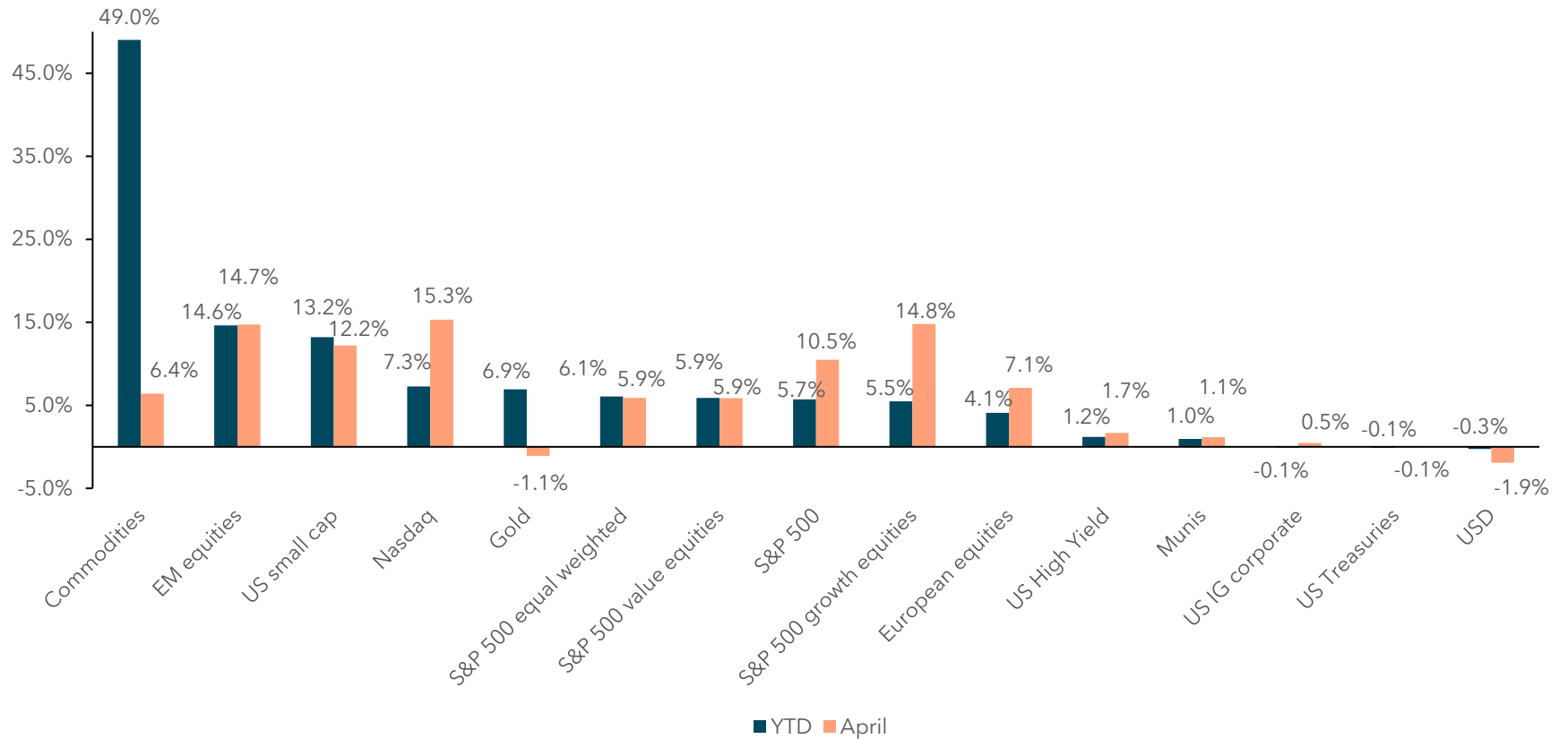
Aaron Frey

Maine Attorney General

Risk-On in April

All major asset classes except gold and the dollar were higher in April with the S&P 500 up 5.7% YTD.

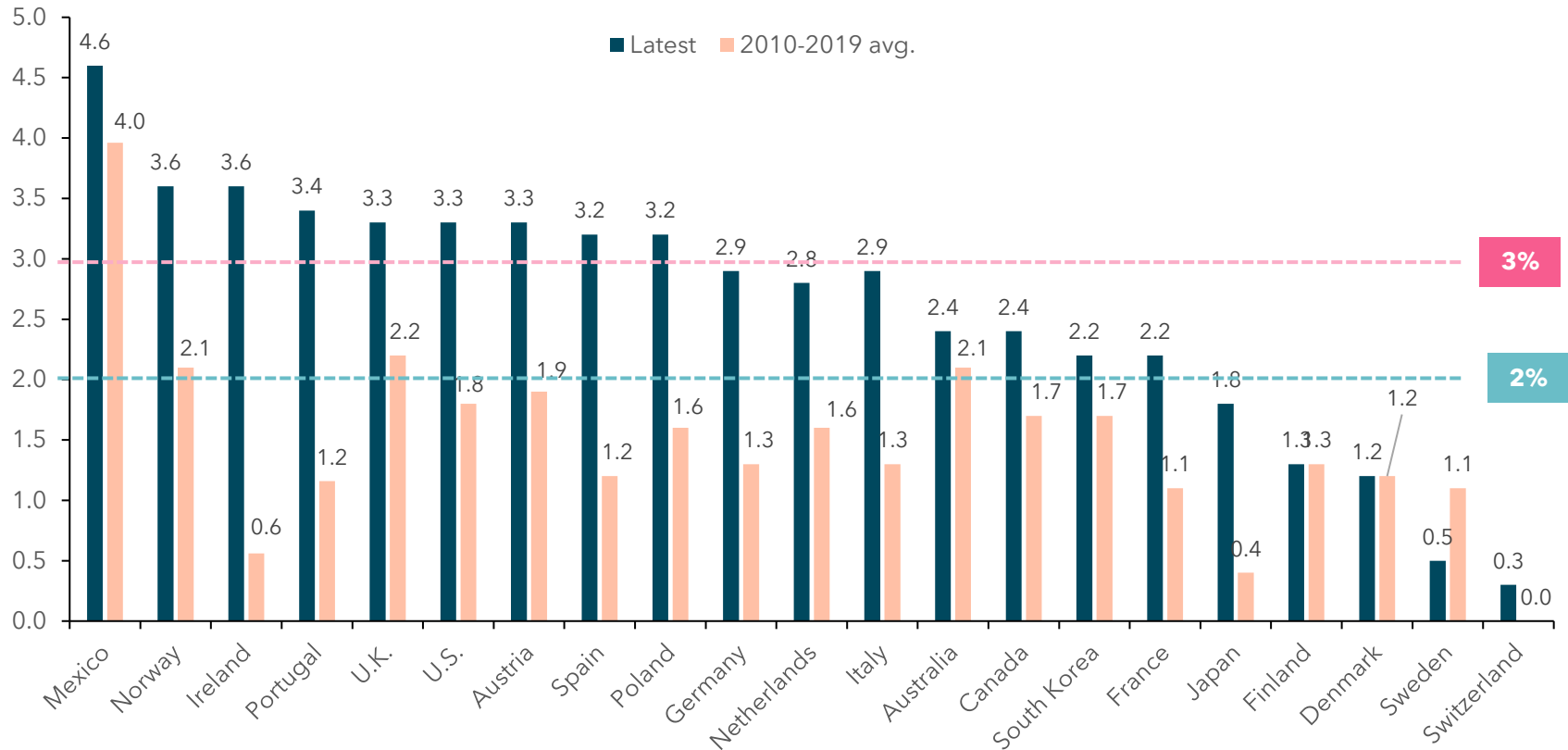
Broad asset class total returns %



Sticky Inflation is a Global Problem

Additional disinflation is likely more challenging, meaning inflation could stay sticky and above target.

CPI inflation (% Y/Y*)



BNY Wealth Forecasts

	2026	2027
U.S. Real GDP (Y/Y)	1.7% - 2.3%	1.7% - 2.3%
U.S. Headline CPI Year-End Target	2.6% - 3.3%	2.5% - 3.0%
S&P 500 Earnings	\$305 - \$315	\$350 - \$360
S&P 500 Year-End Target*	7,200 - 7,600	8,000 - 8,400
10-Year Treasury Yield**	4.00% - 4.50%	3.75% - 4.25%

BNY Views

- ~2% U.S. GDP growth with broadening earnings growth.
- Unemployment stays contained despite weak job market sentiment.
- Substantial wealth effect and fiscal stimulus maintain consumer spending.
- Iran War likely to lead to higher inflation and softer economic activity near-term, but markets pricing in temporary and contained impact.
- Higher corporate margins and capex still in an uptrend.

Risks:

- Higher inflation and yields.
- Weaker than expected returns on AI-related capex.
- Uneven consumer spending and softer labor market.
- Longer than anticipated oil shock.

Asset Class Positioning

Investment Strategy Committee Recommendations

	Underweight	Small Underweight	Neutral	Small Overweight	Overweight	Opportunistic
Equity			◆			
Large Cap				◆		
Mid Cap			◆			
Small Cap			◆			
International Developed	◆					
Emerging Markets		◆				
Fixed Income			◆			
Core Fixed Income		◆				
High Yield						✓
Emerging Market Debt						✓
Alternatives			◆			
Alternative Growth			◆			
Absolute Return			◆			
Real Assets				◆		
Private Markets			◆			

Change in Assets

	YTD	2025
Beginning Market Value	\$132,453,021	\$119,271,882
Net Flows	(\$836,638)	(\$3,558,489)
<i>Portfolio Additions</i>	\$2,813	\$17,179
<i>Withdrawals</i>	(\$839,451)	(\$3,575,668)
Investment Return*	\$6,279,032	\$16,739,628
Ending Market Value	\$137,895,416	\$132,453,021

Distributions to Baxter State Park

YTD: \$836,844

2025: \$3,558,965

*Investment Return (Net of Fees)

Data as of April 30, 2026

Portfolio Positioning: Consolidated Assets

Fund Type	Actual Allocation	Target Allocation	Over / Under (vs Target)	Market Value
Cash				
Cash and Cash Equivalents	1.1%	0.5%	0.6%	\$1,568,916
Total Cash	1.1%	0.5%	0.6%	\$1,568,916
Equities				
U.S. Large Cap	36.6%	35.5%	1.1%	\$50,798,429
U.S. Mid Cap	7.0%	7.0%	0.0%	\$9,723,701
U.S. Small Cap	3.5%	3.5%	0.0%	\$4,830,855
Developed International	10.9%	11.5%	-0.6%	\$15,138,242
Emerging Markets - Large Cap	5.8%	5.5%	0.3%	\$8,101,944
Total Equities	63.9%	63.0%	0.8%	\$88,593,171
Fixed Income				
Taxable Fixed Income	19.8%	20.5%	-0.7%	\$27,519,887
High Yield	1.1%	1.0%	0.1%	\$1,501,642
Emerging Mkts - Fixed Income	2.1%	2.0%	0.1%	\$2,892,728
Total Fixed Income	23.0%	23.5%	-0.5%	\$31,914,257
Alternative Investments				
Private Equity	12.0%	13.0%	-1.0%	\$16,671,216
Total Alternative Investments	12.0%	13.0%	-1.0%	\$16,671,216
TOTAL	100%	100%		\$138,747,560

IPS Ranges

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

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

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

"Risk asset" cap: 80% of portfolio (equities / alternatives / HY bonds / EM fixed income)

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

Performance

TOTAL PORTFOLIO AS OF 4/30/2026

Annualized Returns	YTD	Annualized				
		One Year	Three Years	Five Years	Ten Years	Fifteen Years
Total Portfolio						
Baxter Trust (Net)	5.0%	22.3%	14.7%	7.7%	9.7%	8.0%
Investment Fund (Net)	3.9%	16.7%	10.2%	7.3%	10.4%	8.7%
Consolidated (Net)	4.7%	20.7%	13.4%	7.6%	9.9%	8.2%
1) <i>Blended Benchmark (70% MSCI ACWI / 25% Bloomberg Agg. / 5% SO)</i>	5.3%	23.7%	15.1%	7.7%	9.4%	7.8%
2) <i>Blended Benchmark (70% S&P 500 / 25% Bloomberg Agg. / 5% SO)</i>	4.4%	23.4%	16.6%	9.7%	11.5%	10.6%
3) <i>Consumer Price Index + 3%</i>	3.0%	6.9%	6.3%	7.7%	6.5%	5.8%

Benchmark Summary

- 1) *Blended benchmark using global (est. 65% US / 35% Non-US) equity index, Special Ops (50% MSCI ACWI / 50% 90-day Tbill + 3%)*
- 2) *70% S&P 500 / 25% Bloomberg Agg Bond Index / 5% Special Ops (50% MSCI ACWI / 50% 90-day 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.