

**How the  
Alaska Permanent Fund  
Has  
Transformed Oil**



# 1969: The boom begins





# The Fund's purpose:

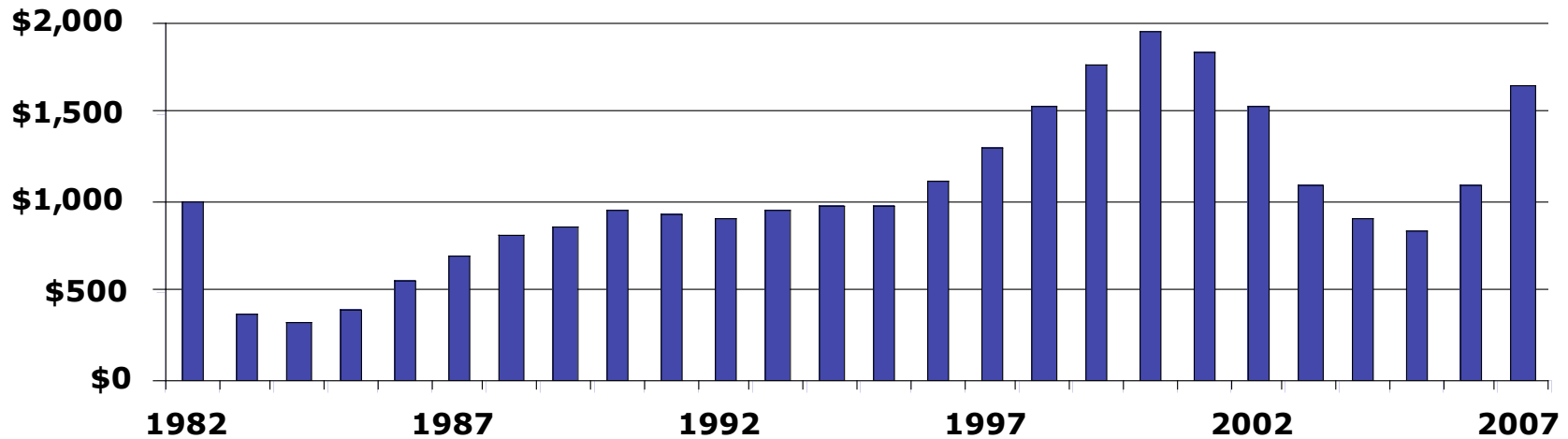
~~Development bank~~

or

Investment fund



# The dividend program



**Total distribution: \$15.4 billion**

**Per person to date: \$27,536**



# Oil prices and the dividend

- Oil deposits go to principal to generate future earnings.
- Dividend calculation uses the Permanent Fund's realized earnings.
- Current oil prices do not affect the dividend amount.

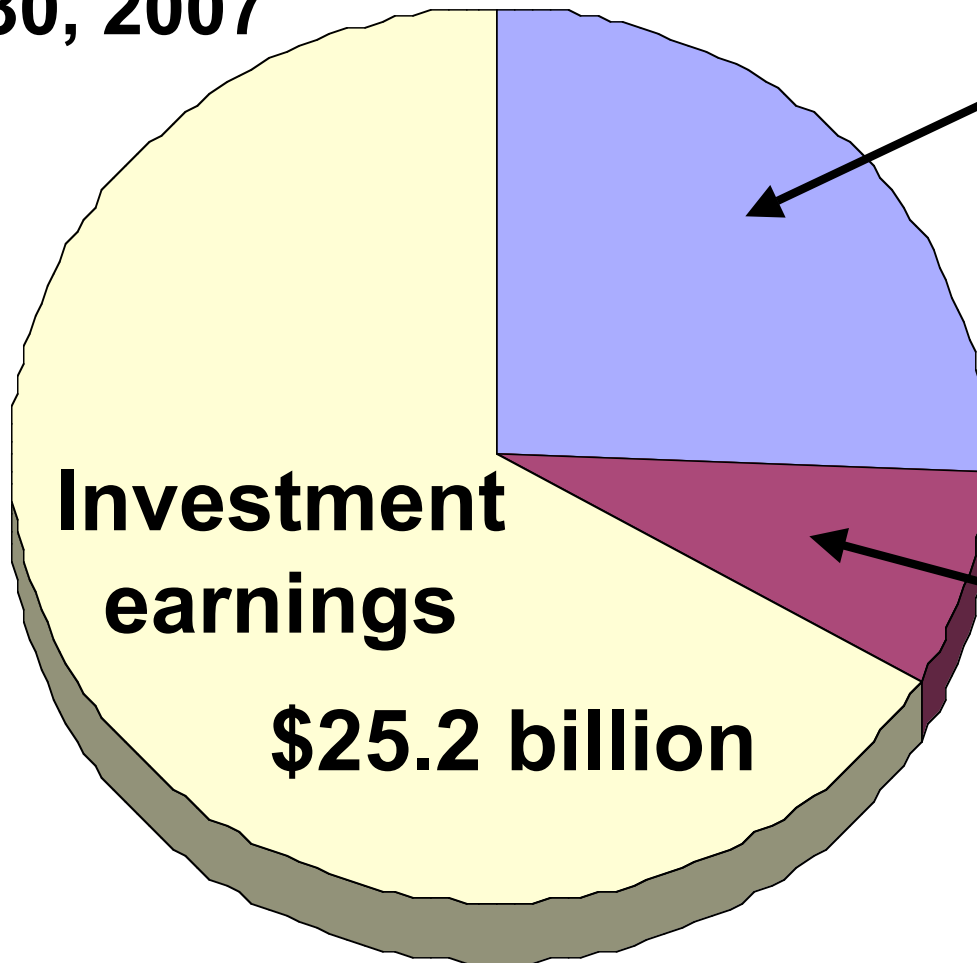
FY06 oil deposit = \$601 million

FY06 ending balance = \$32.9 billion



# Permanent Fund sources

**\$37.8 billion**  
**June 30, 2007**



**Mineral  
deposits**

**\$9.7 billion**

**Investment  
earnings**

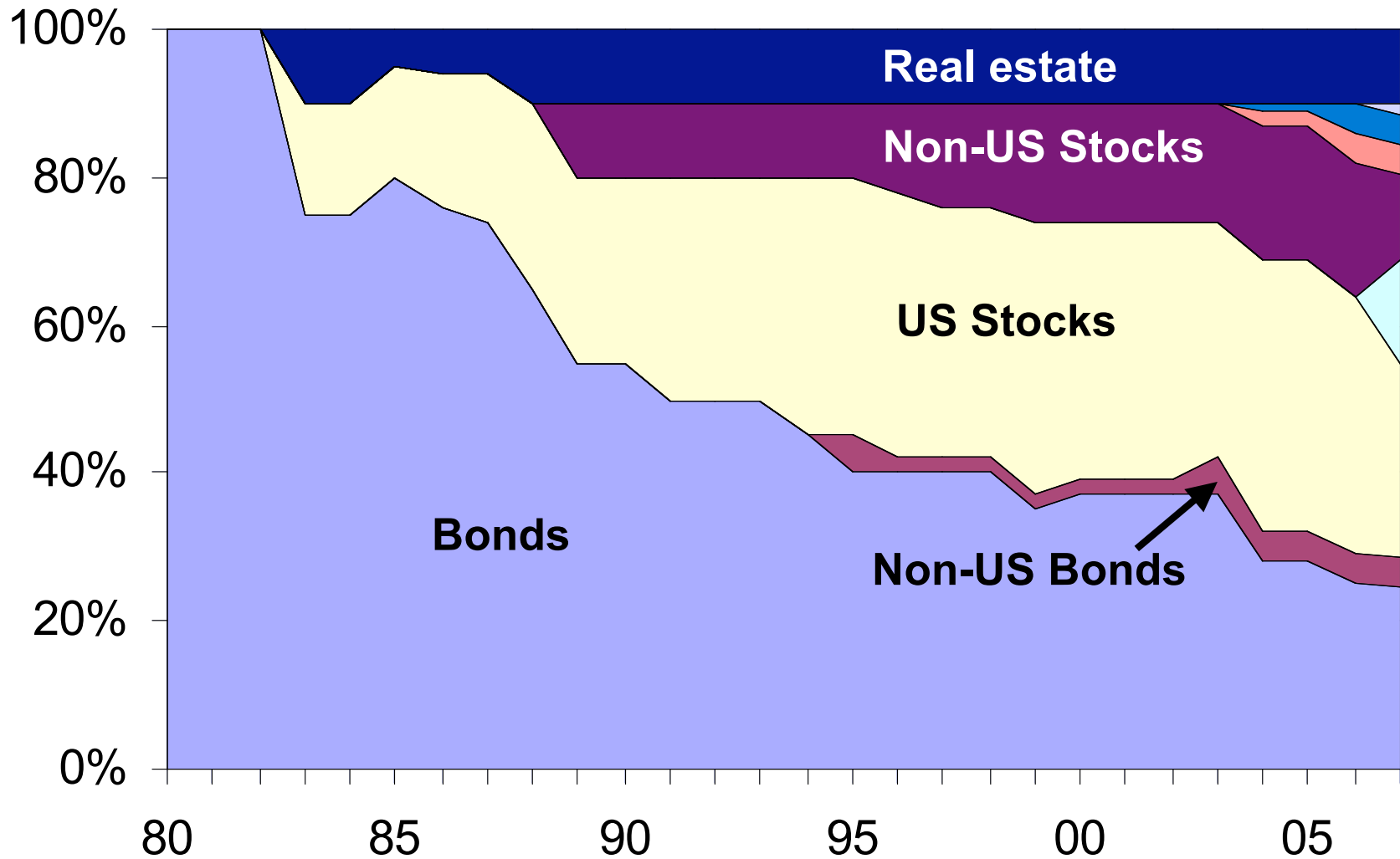
**\$25.2 billion**

**Special  
appropriations**

**\$2.9 billion**



# Fund's historical asset allocation





# Fiscal year 2007 performance

Total fund return - 17.1%

Mineral royalties - \$532 million

Investment earnings – \$5.4 billion  
or \$10,000 a minute







# Fiscal year 2007 highlights

- January 12 - \$37 billion
- April 4 - \$38 billion
- May 4 - \$39 billion

