

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ITEM FOR INFORMATION

Received by the Regents
June 17, 2010

Subject: Alternative Asset Commitment

Background and Summary: Under a May 1994 Request for Action, the University may commit to follow-on investments in a new fund sponsored by a previously approved partnership provided the fund has the same investment strategy and core investment personnel as the prior fund.

Pursuant to that policy, this item reports on the University's follow-on investment with the previously approved private equity partnership listed below.

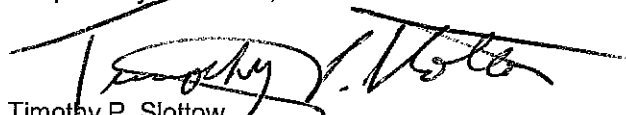
Advent Latin American Private Equity Fund V, L.P., a partnership sponsored by Advent International, will make private equity investments in later stage growth companies in Latin America.

Advent, an active investor in Latin America since 1995, has a team of 27 investment professionals in Mexico City, Mexico; Sao Paulo, Brazil; and Buenos Aires, Argentina. Investments in Fund V will be primarily in these three countries where attractively priced investment opportunities exist and the private equity capital is limited. There will be no fixed allocation to any particular country. Capital will be deployed based on the attractiveness of each investment opportunity, and a portion of the fund may be invested outside Latin America in sectors where the investment professionals have demonstrated expertise and in businesses that have ties to Latin America.

Advent's investment strategy is to take controlling stakes in cash-generating businesses. The firm's focus is on companies requiring relatively low capital expenditures and possessing significant growth potential. The fund will focus on sectors where the team has experience. Prior investments were in airport-related services, such as duty-free retailing, catering, concessions and parking; financial services, including banking, consumer finance, foreign exchange and credit management; and business outsourcing.

This is the University's second commitment to Advent Latin American Partners. The University committed \$15 million to Advent Latin American Partners V, L.P. in March 2010. The University committed \$15 million to a prior Advent Latin American Partners sponsored fund.

Respectfully submitted,



Timothy P. Slottow
Executive Vice President and
Chief Financial Officer

June 2010