

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ITEM FOR INFORMATION

Subject: Alternative Asset Commitments

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 investments with the previously approved partnerships listed below.

Alternative Asset Commitments

H. Barton Venture Select IV, LLC, is a venture capital fund of funds based in Menlo Park, CA, that will invest in early-stage venture capital limited partnerships. The fund will commit capital to limited partnerships sponsored by a select group of highly respected and successful venture capital firms that have demonstrated an ability to identify high potential investment opportunities, are sought out by entrepreneurs seeking sponsorship by leading, value-added venture firms, and have achieved among the highest investment returns within this asset class.

In September 2020, the university committed up to \$10 million to H. Barton Venture Select IV, LLC.

TCV XI, L.P., a venture capital fund with offices in Palo Alto, CA, London, U.K., and New York, NY, invests in expansion and late-stage technology companies. TCV, as an active long-term investor, stays involved with its portfolio companies through their initial public offerings and (in select cases) beyond. Within technology, TCV focuses on businesses in the internet, software, infrastructure, and services sectors.

In September 2020, the university committed up to \$25 million to TCV XI, L.P.

BLG Galataport, L.P., an Istanbul, Turkey, based fund sponsored by BLG Capital. The fund is a co-investment alongside an existing manager who has offered the opportunity to participate in the redevelopment of prime Istanbul real estate. The redevelopment will include a luxury hotel, high street retail, Class A office and a passenger cruise port.

In September 2020, the university committed an additional €4.7 million (approximately \$5.5 million) to BLG Galataport, L.P.

Respectfully submitted,



Kevin P. Hegarty
Executive Vice President and
Chief Financial Officer