

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

REQUEST FOR ACTION

Subject: Alternative Asset Commitment

Action Requested: Approval of Investindustrial VII, L.P.

Background and Summary: We recommend the approval of Investindustrial VII, L.P. (the "Fund") with a commitment of up to €50 million from the Long Term Portfolio. The fund is managed by Investindustrial, GP LLP (Investindustrial) a private equity firm based in Lugano, Switzerland.

Investindustrial was founded in 1990 to invest in middle market companies based in Southern Europe. Investindustrial's core investment strategy is to realize significant long-term capital returns by taking control positions in medium-sized companies in Southern Europe – principally Italy and Spain. Investindustrial builds better companies by providing industrial expertise, operational focus and global platforms to drive build-ups, international expansions, and/or active repositionings.

The firm's founder, Andrea Bonomi began his career in the United States in investment banking prior to returning to work on the Bonomi's family business interests before founding Investindustrial.

This commitment offers the Long Term Portfolio the opportunity to increase its exposure to European middle market private equity.

Respectfully submitted,



Kevin P. Hegarty
Executive Vice President and
Chief Financial Officer

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