

THE UNIVERSITY OF MICHIGAN  
REGENTS COMMUNICATION

ITEM FOR INFORMATION

Received by the Regents  
April 15, 2010

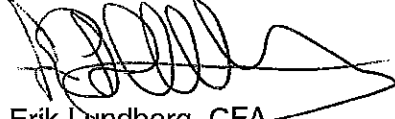
Subject: Monthly Investment Report

Background and Summary:

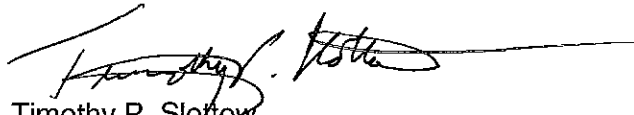
Attached is the Monthly Investment Report for the Long Term Portfolio as of February 28, 2010.

- Page 1 summarizes the assets as of February 28, 2010. Alternative assets values are shown as of September 30, 2009. Alternative assets are valued on a quarterly basis. December 31, 2009, data is not available due to the time involved with gathering the requisite information from the partnerships.
- Page 2 reports the performance of the marketable securities by asset class for select periods ending February 28, 2010. Performance for alternative assets is reported only quarterly, as alternative assets are valued on a quarterly basis.

Respectfully submitted,



Erik Lundberg, CFA  
Chief Investment Officer



Timothy P. Slotow  
Executive Vice President and  
Chief Financial Officer

April 2010  
attachment

**LONG TERM PORTFOLIO**  
**Asset Allocation**  
**As of February 28, 2010**

<b>MARKETABLE SECURITIES</b>	<b>Market Value in millions</b>	<b>Allocation</b>
Equities	\$ 1,711.3	25.6%
Fixed Income	623.8	9.3
Cash	90.8	1.4
Total Traditional Assets	\$ 2,426.0	36.2%
Absolute Return	1,229.2	18.4
<b>TOTAL MARKETABLE SECURITIES</b>	<b>\$ 3,655.2</b>	<b>54.6%</b>

<b>ALTERNATIVE ASSETS (Illiquid) <sup>(a)</sup></b>	<b>Market Value in millions</b>	<b>Allocation</b>
Venture Capital	\$ 537.2	8.0%
Private Equity	939.9	14.0
Real Estate	866.7	12.9
Energy	696.7	10.4
<b>TOTAL ALTERNATIVE ASSETS (Illiquid)</b>	<b>\$ 3,040.6</b>	<b>45.4%</b>
 <b>TOTAL LONG TERM PORTFOLIO</b>	 <b>\$ 6,695.8</b>	 <b>100.0%</b>

Note: Subtotals may not add due to rounding.

(a) Allocations to Alternative Assets (Illiquid) reflect market values as of September 30, 2009, the most recent date available, adjusted for contributions and distributions through February.

**LONG TERM PORTFOLIO  
Performance  
Marketable Securities Only <sup>(a)</sup>  
As of February 28, 2010**

<b>MARKETABLE SECURITIES</b>	<b>Market Value in millions</b>	<b>3 Months</b>	<b>Return in Percent</b>	
			<b>Fiscal YTD</b>	<b>Calendar YTD</b>
<b>TOTAL MARKETABLE SECURITIES <sup>(a)</sup></b>	\$ 3,655.2	1.22	16.28	-0.21
Custom Benchmark for Marketable Securities		-0.18	14.40	-1.22
Blended Index - 80% Equities/20% Fixed Income		-0.08	17.38	-1.26
<b>Equities</b>	\$ 1,711.3	0.51	20.60	-2.08
Russell 3000/Citigroup BMI EX US/IFC-I		-0.22	20.69	-2.67
<b>Fixed Income</b>	623.8	0.88	13.04	2.08
Barclays Aggregate/Long Bond		-0.38	7.02	2.09
<b>Cash</b>	90.8	0.12	0.76	0.09
Treasury Bills		0.02	0.12	0.01
<b>Absolute Return</b>	1,229.2	2.50	14.04	1.30
Custom Absolute Return Benchmark <sup>(b)</sup>		-0.14	6.42	-0.58

(a) These returns do not include Alternative Assets (Illiquid), which are valued only quarterly. Alternative Assets (Illiquid) returns and total portfolio returns therefore will be reported quarterly when the data becomes available.

(b) CA FOF Median Benchmark prior to 10/1/2009 and HFRI FOF Composite Index thereafter.