

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 real estate, energy, and three venture capital partnerships listed below.

KHP Fund III, L.P., a real estate fund based in San Francisco, will continue Kimpton Hospitality Partners' strategy to acquire, manage, lease, develop and redevelop boutique/lifestyle hotel properties in select major North American markets. The Fund will primarily target existing hotels in desirable locations in need of renovation and/or market repositioning, existing buildings (such as office buildings, government buildings and warehouses) which are well located and suitable for conversion to hotels, and existing boutique hotels in good physical condition but in need of improved management and marketing that can benefit from the Kimpton management program. The hotels will be managed and operated by Kimpton Hotel & Restaurant Group, LLC. In addition to the hotel investments, the Fund will also own an interest in Kimpton Hotel Group, the parent company of Kimpton Hotel & Restaurant Group, and as such, will share in the revenues and growth of the management company.

This is the University's third investment with Kimpton Hospitality Partners. The University committed \$20 million to KHP Fund III, L.P., in January 2012. The University committed a total of \$40 million to prior Kimpton Hospitality Partners' sponsored funds.

Lime Rock Partners VI, L.P., an energy fund based in Westport, CT, with offices in Houston, TX, Aberdeen, Scotland and Dubai, will continue Lime Rock's strategy to make private equity investments in energy companies focused in three principal sectors: exploration and production, developers of oil and natural gas reserves; energy service, providers of products and services to the energy industry; and oil service technology, providers of leading-edge products and services to oil and gas producers. The team differentiates itself from competitors by being a creative, value-adding, long-term investor of growth capital for small, well-managed companies in high-growth segments of the global energy industry. Lime Rock's deep interdisciplinary expertise, global network of relationships, and history of effective teamwork provides a strong pipeline of investment opportunities.

This is the University's fifth investment with Lime Rock Partners. The University committed \$25 million to Lime Rock Partners VI, L.P., in January 2012. The University committed a total of \$114 million to prior Lime Rock Partners sponsored energy private equity funds.

Andreessen Horowitz Fund III, L.P. and its companion fund, **Andreessen Horowitz Annex Fund III, L.P.**, Menlo Park, CA, based venture capital funds, will invest in information technology companies across the spectrum of seed, venture, and growth stage companies. Andreessen Horowitz III will invest in both early and later stage companies, while the vast majority of the Annex Fund III's capital will be invested in later stage companies. The investment focus of both funds will include consumer internet services, enterprise software, infrastructure hardware, and consumer electronics.

Andreessen Horowitz's goal is to invest in projects sponsored by gifted entrepreneurs who are focused on developing excellent technology and to help those entrepreneurs build market leading companies. The firm's investment model permits it to commit small amounts of capital to a number of early stage opportunities, while retaining the option of providing follow on financing on a selective basis.

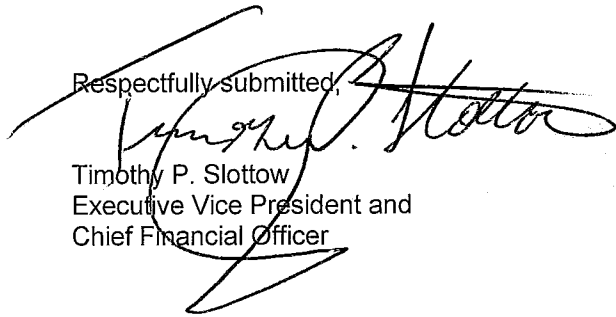
These are the University's third and fourth investments with Andreessen Horowitz sponsored funds. The University committed \$15 million to Andreessen Horowitz Fund III, L.P. and \$5 million to Andreessen

Horowitz Annex Fund III, L.P. in January 2012. The University committed a total of \$22.5 million to prior Andreessen Horowitz sponsored funds.

Sequoia Capital Global Growth Fund, L.P., a venture capital fund headquartered in Menlo Park, CA, will co-invest in growth equity opportunities alongside Sequoia's U.S., China, and India venture capital and growth equity funds. This later stage investment strategy complements Sequoia's core business of investing in early stage technology companies. In addition to investments in companies providing products and services in the information technology sector, the Global Growth Fund may target investments in other areas such as financial services, healthcare, consumer products, and business services.

This is the University's eleventh investment with Sequoia Capital. The University committed \$12 million to Sequoia Capital Global Growth Fund, L.P. in January 2012. The University committed \$105 million to prior Sequoia Capital sponsored funds.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Timothy P. Slottow", is written over the typed name and title. The signature is fluid and cursive, with a large loop at the end.

Timothy P. Slottow
Executive Vice President and
Chief Financial Officer

April 2012