

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ITEM FOR INFORMATION

Received by the
Regents
December 19, 2013

Subject: Alternative Asset Commitments

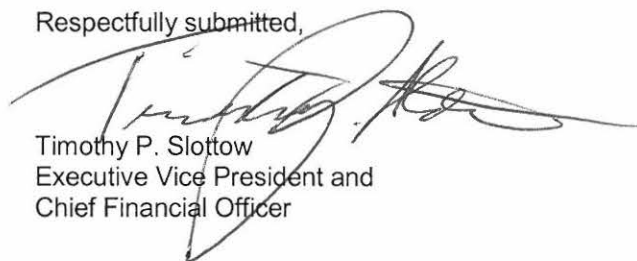
Background and Summary: Under a May 1994 Request for Action, the University may commit to follow-on investments in a new fund sponsored by a previously approved partnership provided the fund has the same investment strategy and core investment personnel as the prior fund.

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

Bain Capital XI, L.P., a private equity fund headquartered in Boston, MA, will invest in both midsized and large private companies. Depending on economic conditions, Bain executes growth equity, leveraged buyouts, or corporate restructuring transactions. Investments will be diversified by sector and are expected to include industrial, information technology, retail and consumer, financial services, healthcare, or communications companies. Bain Capital evaluates investment opportunities using a consulting-based due diligence process to analyze a company's financial performance, market growth potential, industry attractiveness and competitive position. Bain Capital Fund XI may invest selectively in European and Asian transactions initiated by the Bain European and Asian investment teams.

The University committed \$25 million to Bain Capital XI, L.P. in October 2013.

Respectfully submitted,



Timothy P. Slottow
Executive Vice President and
Chief Financial Officer

December 2013