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## City of San Jose Police and Fire Department Retirement Plan

### First Quarter 2012 Private Markets Review

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#### **Information Disclosure**

- NEPC, LLC uses, as its data source, the plan's fund manager and custodian bank or fund service company, and NEPC, LLC relies on those sources for all transactions, including capital calls, distributions, income/expense and reported values. While NEPC, LLC has exercised reasonable professional care in preparing this report, we cannot guarantee the accuracy of all source information contained within.
- The Investment Performance Analysis is provided as a management aid for the client's internal use only. Portfolio performance reported in the Investment Performance Analysis does not constitute a recommendation by NEPC, LLC.
- Information in this report on market indices and security characteristics is received from sources external to NEPC, LLC. While efforts are made to ensure that this external data is accurate, NEPC, LLC cannot accept responsibility for errors that may occur.

July 27, 2012

Board of Administration  
City of San Jose Police and Fire Department Retirement Plan  
1737 North First Street  
San Jose, CA 95112

**RE:** Private Equity Strategy – 1<sup>st</sup> Quarter 2012

Dear Board of Administration Members:

We are pleased to present the March 31, 2012 Private Equity Report for the City of San Jose Police and Fire Department Retirement Plan ("the Plan"). The report provides a variety of performance analysis for the overall portfolio, as well as trailing performance, performance by lifecycle, vintage year and strategy.

The Plan's private markets portfolio experienced a positive quarter, having a nominal IRR of 5.14% for the quarter and 8.11% for the past year. The annualized IRR of the private markets portfolio since inception was 6.84% at quarter end. Since inception, the Total Value to Paid In multiple (current valuation plus cumulative distributions, divided by total capital calls) was 1.25.

The following table presents the status of the Plan's private markets portfolio as of March 31, 2012:

| <b>Commitment</b> | <b>Terminated Commitments</b> | <b>Amount Funded</b> | <b>Amount Distributed</b> | <b>Reported Value</b> | <b>Call Ratio</b> | <b>Distribution Ratio</b> |
|-------------------|-------------------------------|----------------------|---------------------------|-----------------------|-------------------|---------------------------|
| \$155,000,000     | \$0                           | \$126,012,930        | \$30,124,500              | \$127,352,316         | 81.30%            | 23.91%                    |

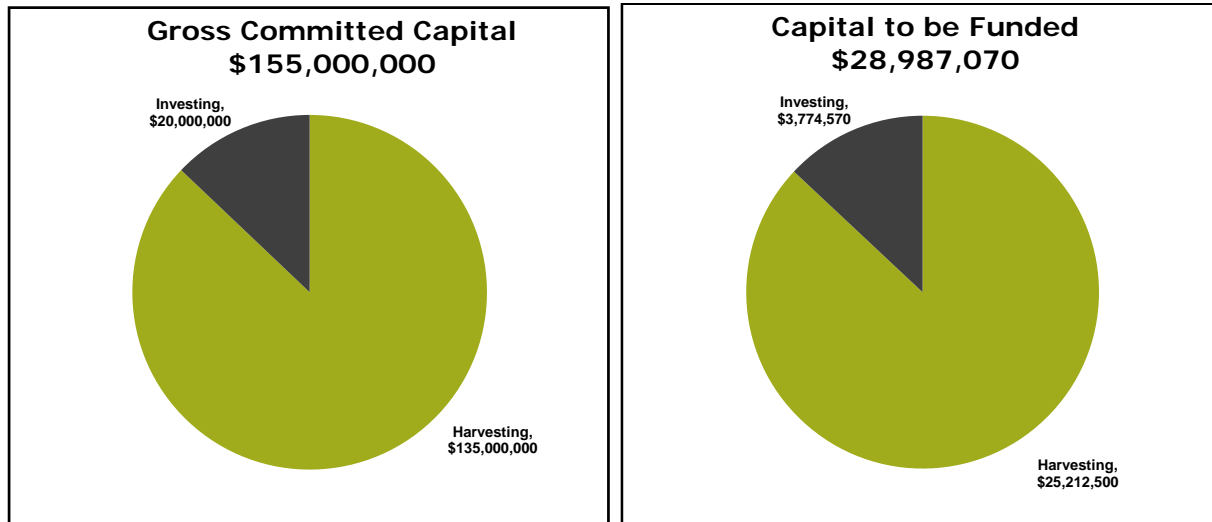
| <b>Unfunded Commitment</b> | <b>Market Exposure (Reported Value + Unfunded Commitment)</b> | <b>Total Fund Composite as of 3/31/2012</b> | <b>Private Markets Target</b> | <b>Reported Value as a % of Total Fund</b> | <b>Market Exposure as a % of Total Fund</b> |
|----------------------------|---|---|-------------------------------|--|---|
| \$28,987,070               | \$156,339,386   | \$2,748,359,436                             | 5%                            | 4.63%                                      | 5.69%                                       |

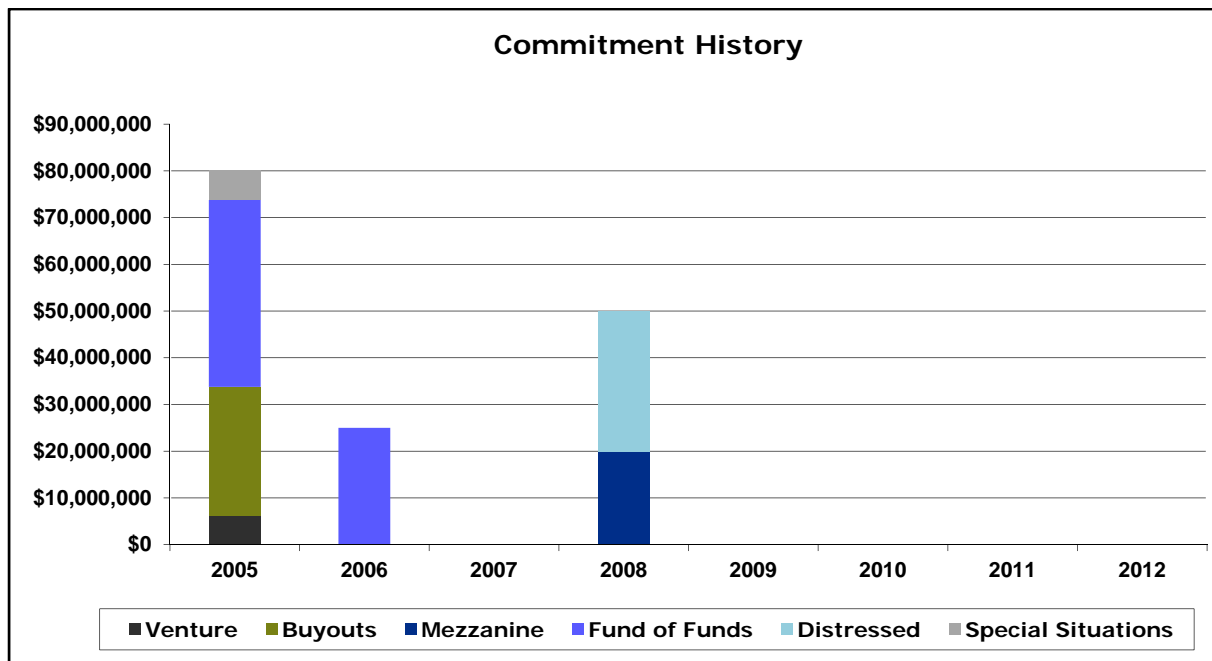
| <b>Total Value (Reported Value + Distributions)</b> | <b>Total Value To Capital Call Ratio</b> | <b>Internal Rate of Return IRR, Since Inception (September 2005)</b> |
|---|--|--|
| \$157,476,816                                       | 1.25                                     | 6.84%  |



As of March 31, 2012, the Plan had net commitments totaling \$155.0 million to 9 private equity funds. The following charts illustrate the program's current life cycle.



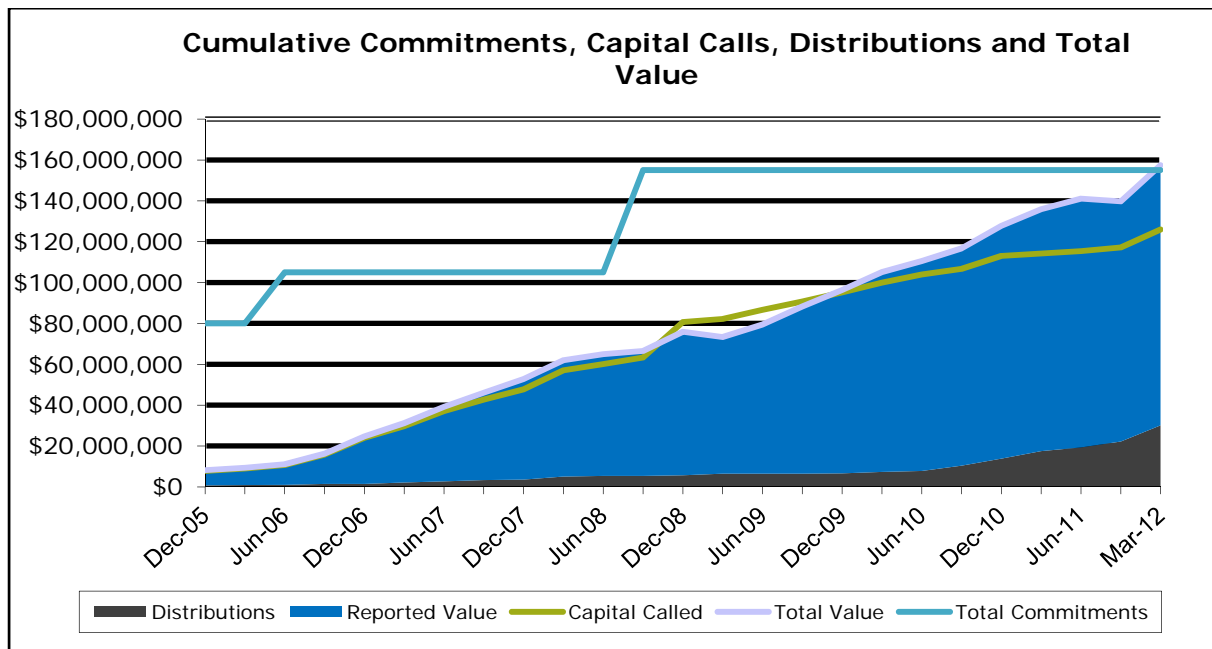
The following chart illustrates the commitment history of the Plan's private equity program through March 31, 2012:



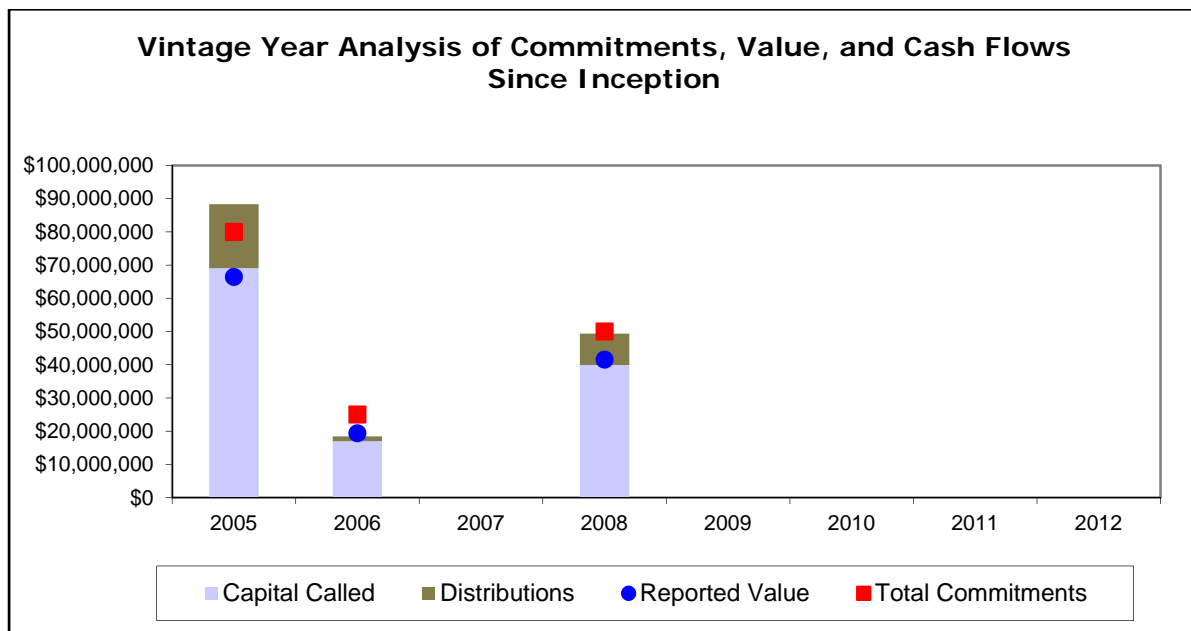
*Fund of Fund breakdown: 57% Buyout; 28% Venture; 11% Special Situations and 4% Secondaries*



The following chart illustrates the Plan's cumulative commitment history, cumulative capital calls, cumulative distributions and reported value through March 31, 2012:



The following chart provides an analysis of the Plan's vintage year performance comparing the capital calls to the distributions and reported value through March 31, 2012:

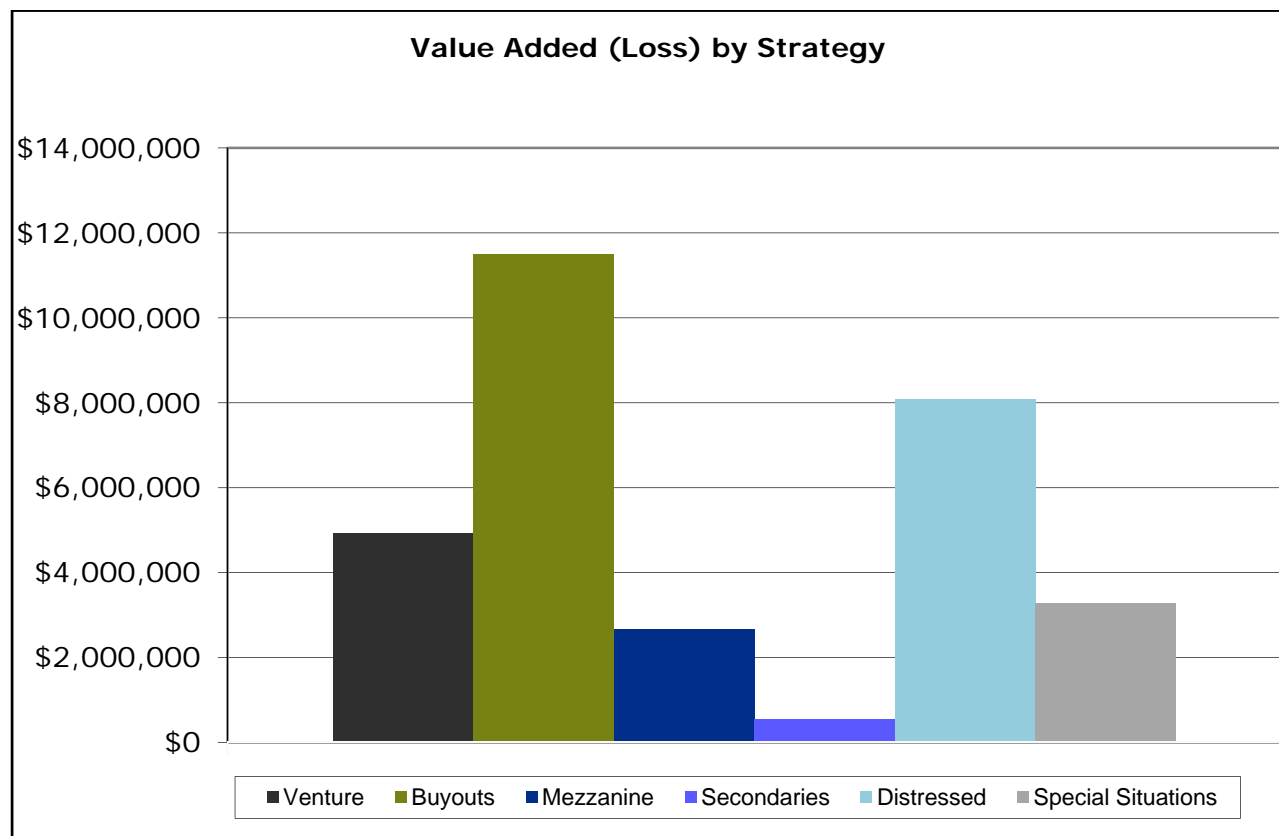




During the quarter-ended March 31, 2012, the Plan's private equity portfolio had capital calls from 6 funds and received distributions from 8 funds. The summary of the cash flows is as follows:

| Amount Funded for the Quarter | Number of Funds Calling Capital | Distributions for the Quarter | Number of Funds Making Distributions | Net Cash/Stock Flows for the Quarter |
|-------------------------------|---------------------------------|-------------------------------|--------------------------------------|--------------------------------------|
| \$3,456,310                   | 6                               | \$3,100,200                   | 8                                    | (\$356,110)                          |

Since inception, the private equity program has gained \$31.05 million in value for the Plan. Venture has added \$4.92 million; Buyout has added \$11.51 million; Mezzanine has added \$2.68 million; Secondaries has added \$0.56 million; Distressed has added \$8.09 million; and Special Situations has added \$3.29 million.



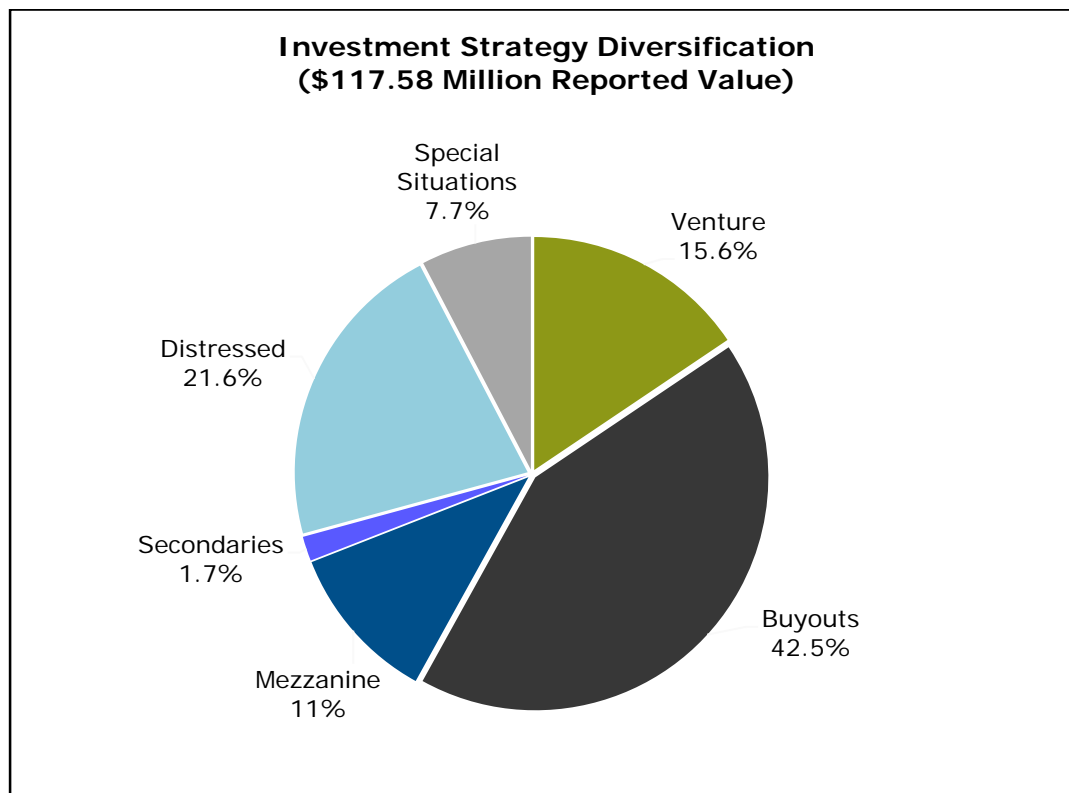
*Fund of Fund breakdown: 57% Buyout; 28% Venture; 11% Special Situations and 4% Secondaries*



The following table compares the recommended investment strategy allocation to the Plan's actual allocation using the reported value at quarter end.

| Investment Strategy   | Target      | Min. | Max. | Reported Value | Unfunded Commitment | Total Exposure |
|---|-------------|------|------|----------------|---------------------|----------------|
| <b>Venture</b>  | <b>20%</b>  | 0%   | 40%  | 12.7%          | 3.2%                | <b>15.9%</b>   |
| <b>Growth Equity</b>  | <b>10%</b>  | 0%   | 20%  | -              | -                   | -              |
| <b>Buyouts</b>  | <b>20%</b>  | 0%   | 40%  | 34.6%          | 7.2%                | <b>41.8%</b>   |
| <b>Mezzanine</b>  | <b>15%</b>  | 10%  | 30%  | 9.0%           | 2.4%                | <b>11.4%</b>   |
| <b>Secondaries</b>  | <b>15%</b>  | 10%  | 30%  | 1.4%           | 0.4%                | <b>1.7%</b>    |
| <b>Distressed</b>   | <b>15%</b>  | 0%   | 30%  | 17.6%          | 4.0%                | <b>21.6%</b>   |
| <b>Energy</b>   | <b>5%</b>   | 0%   | 10%  | -              | -                   | -              |
| <b>Opportunistic</b>  | <b>0%</b>   | 0%   | 10%  | -              | -                   | -              |
| <b>Special Situations</b>   | <b>0%</b>   | 0%   | 10%  | 6.2%           | 1.3%                | <b>7.5%</b>    |
| <b>Totals</b>   | <b>100%</b> |      |      | <b>81.5%</b>   | <b>18.5%</b>        | <b>100.0%</b>  |
| <i>Variance due to rounding</i>   |             |      |      |                |                     |                |
| <i>Fund of Fund breakdown: 57% Buyout; 28% Venture; 11% Special Situations and 4% Secondaries</i> |             |      |      |                |                     |                |

As of March 31, 2012 the 9 private equity funds in the Plan's portfolio were invested by market value in the following strategies:



*Fund of Fund breakdown: 57% Buyout; 28% Venture; 11% Special Situations and 4% Secondaries*



## **Private Equity Allocations – Status of Target Allocations by Vintage Year**

**SJP&F should maintain an active commitment pace in each vintage year going forward.**

## **Annual Meetings Scheduled by the Private Equity Managers**

- Crescent Mezzanine, October 17, Los Angeles, CA
- Pantheon, November 6 – 8, Miami, FL

We thank you for the opportunity to work with the City of San Jose Police and Fire Department Retirement Plan and look forward to continued success in the future.

Best regards,

Daniel LeBeau  
Consultant

Allan Martin  
Partner

Kevin Tatlow, CAIA  
Senior Consultant – Private Markets



**San Jose Police and Fire**  
**Executive Summary IRR Performance Report**

3/31/2012

| Investment   | Vintage Year | Commitment         | Qtr TD      | YTD         | 1 Year      | 3 Year       | 5 Year      | Inception   |
|--|--------------|--------------------|-------------|-------------|-------------|--------------|-------------|-------------|
| HarbourVest Partners VII Buyout                        | 2005         | 15,000,000         | 6.12        | 6.12        | 8.05        | 13.22        | 2.55        | 2.30        |
| HarbourVest Partners VIII Buyout Fund                  | 2006         | 15,000,000         | 4.06        | 4.06        | 7.65        | 14.81        | 6.11        | 6.43        |
| HarbourVest Partners VIII Venture                      | 2006         | 10,000,000         | 4.20        | 4.20        | 13.64       | 13.13        | 8.25        | 8.07        |
| Pantheon USA Fund VI, L.P.                             | 2005         | 40,000,000         | 7.01        | 7.01        | 10.90       | 16.60        | 7.03        | 6.73        |
| Portfolio Advisors Fund III, L.P. A - Buyout           | 2005         | 12,500,000         | 2.63        | 2.63        | 7.39        | 12.92        | 4.12        | 4.64        |
| Portfolio Advisors Fund III, L.P. B - Venture          | 2005         | 6,250,000          | 3.99        | 3.99        | 10.02       | 8.07         | 4.23        | 4.35        |
| Portfolio Advisors Fund III, L.P. C - Special Situ     | 2005         | 6,250,000          | 3.74        | 3.74        | 9.28        | 12.81        | 5.47        | 7.43        |
| Siguler Guff DOF III                                   | 2008         | 30,000,000         | 5.06        | 5.06        | 1.30        | 13.92        | N/A         | 11.99       |
| TCW/Crescent Mezzanine V, L.P.                         | 2008         | 20,000,000         | 3.65        | 3.65        | 12.88       | 12.39        | N/A         | 10.71       |
| <b>Total: City of San Jose Police and Fire Departn</b> |              | <b>155,000,000</b> | <b>5.14</b> | <b>5.14</b> | <b>8.11</b> | <b>14.11</b> | <b>6.86</b> | <b>6.84</b> |

**San Jose Police and Fire  
Performance Analysis**

3/31/2012

| Partnership Name                           | Vintage<br>Year | Commitment         | Paid In<br>Capital | Capital To<br>Be Funded | Additional<br>Fees | Cumulative<br>Distributions | Valuation          | Total<br>Value     | Net<br>Benefit    | Call<br>Ratio | DPI<br>Ratio | TVPI<br>Ratio | IRR           |
|--|-----------------|--------------------|--------------------|-------------------------|--------------------|-----------------------------|--------------------|--------------------|-------------------|---------------|--------------|---------------|---------------|
| 1 HarbourVest Partners VII Buyout          | 2005            | 15,000,000         | 13,275,000         | 1,725,000               | 2,840              | 556,875                     | 14,053,662         | 14,610,537         | 1,332,697         | 89 %          | 0.04         | 1.10          | 2.30 %        |
| 2 HarbourVest Partners VIII Buyout Func    | 2006            | 15,000,000         | 9,562,500          | 5,437,500               | 0                  | 860,885                     | 10,652,836         | 11,513,721         | 1,951,221         | 64 %          | 0.09         | 1.20          | 6.43 %        |
| 3 HarbourVest Partners VIII Venture        | 2006            | 10,000,000         | 7,450,000          | 2,550,000               | 0                  | 542,058                     | 8,726,612          | 9,268,670          | 1,818,670         | 75 %          | 0.07         | 1.24          | 8.07 %        |
| 4 Pantheon USA Fund VI, L.P.               | 2005            | 40,000,000         | 33,800,000         | 6,200,000               | 136,032            | 9,400,000                   | 34,726,628         | 44,126,628         | 10,190,596        | 85 %          | 0.28         | 1.30          | 6.73 %        |
| 5 Portfolio Advisors Fund III, L.P. A - Bu | 2005            | 12,500,000         | 11,000,000         | 1,500,000               | 0                  | 4,025,896                   | 9,195,123          | 13,221,019         | 2,221,019         | 88 %          | 0.37         | 1.20          | 4.64 %        |
| 6 Portfolio Advisors Fund III, L.P. B - Ve | 2005            | 6,250,000          | 5,187,500          | 1,062,500               | 0                  | 1,519,689                   | 4,683,082          | 6,202,771          | 1,015,271         | 83 %          | 0.29         | 1.20          | 4.35 %        |
| 7 Portfolio Advisors Fund III, L.P. C - Sp | 2005            | 6,250,000          | 5,812,500          | 437,500                 | 0                  | 3,774,456                   | 3,791,249          | 7,565,705          | 1,753,205         | 93 %          | 0.65         | 1.30          | 7.43 %        |
| 8 Siguler Guff DOF III                     | 2008            | 30,000,000         | 23,700,000         | 6,300,000               | 158,692            | 4,452,023                   | 27,493,765         | 31,945,788         | 8,087,096         | 79 %          | 0.19         | 1.34          | 11.99 %       |
| 9 TCW/Crescent Mezzanine V, L.P.           | 2008            | 20,000,000         | 16,225,430         | 3,774,570               | 115,157            | 4,992,618                   | 14,029,359         | 19,021,977         | 2,681,390         | 81 %          | 0.31         | 1.16          | 10.71 %       |
| 9 Total Partnerships                       |                 | <b>155,000,000</b> | <b>126,012,930</b> | <b>28,987,070</b>       | <b>412,721</b>     | <b>30,124,500</b>           | <b>127,352,316</b> | <b>157,476,816</b> | <b>31,051,165</b> | <b>81 %</b>   | <b>0.24</b>  | <b>1.25</b>   | <b>6.84 %</b> |

**San Jose Police and Fire  
Lifecycle Performance Analysis**

3/31/2012

| Partnership Name                           | Vintage<br>Year | Commitment         | Paid In<br>Capital | Capital To<br>Be Funded | Additional<br>Fees | Cumulative<br>Distributions | Valuation          | Total<br>Value     | Net<br>Benefit    | Call<br>Ratio | DPI<br>Ratio | TVPI<br>Ratio | IRR            |
|--|-----------------|--------------------|--------------------|-------------------------|--------------------|-----------------------------|--------------------|--------------------|-------------------|---------------|--------------|---------------|----------------|
| <b>2 Investing</b>                         |                 |                    |                    |                         |                    |                             |                    |                    |                   |               |              |               |                |
| 1 TCW/Crescent Mezzanine V, L.P.           | 2008            | 20,000,000         | 16,225,430         | 3,774,570               | 115,157            | 4,992,618                   | 14,029,359         | 19,021,977         | 2,681,390         | 81 %          | 0.31         | 1.16          | 10.71 %        |
| <b>2 Investing Subtotal</b>                |                 | <b>20,000,000</b>  | <b>16,225,430</b>  | <b>3,774,570</b>        | <b>115,157</b>     | <b>4,992,618</b>            | <b>14,029,359</b>  | <b>19,021,977</b>  | <b>2,681,390</b>  | <b>81 %</b>   | <b>0.31</b>  | <b>1.16</b>   | <b>10.71 %</b> |
| <b>3 Harvesting</b>                        |                 |                    |                    |                         |                    |                             |                    |                    |                   |               |              |               |                |
| 2 HarbourVest Partners VII Buyout          | 2005            | 15,000,000         | 13,275,000         | 1,725,000               | 2,840              | 556,875                     | 14,053,662         | 14,610,537         | 1,332,697         | 89 %          | 0.04         | 1.10          | 2.30 %         |
| 3 HarbourVest Partners VIII Buyout Func    | 2006            | 15,000,000         | 9,562,500          | 5,437,500               | 0                  | 860,885                     | 10,652,836         | 11,513,721         | 1,951,221         | 64 %          | 0.09         | 1.20          | 6.43 %         |
| 4 HarbourVest Partners VIII Venture        | 2006            | 10,000,000         | 7,450,000          | 2,550,000               | 0                  | 542,058                     | 8,726,612          | 9,268,670          | 1,818,670         | 75 %          | 0.07         | 1.24          | 8.07 %         |
| 5 Pantheon USA Fund VI, L.P.               | 2005            | 40,000,000         | 33,800,000         | 6,200,000               | 136,032            | 9,400,000                   | 34,726,628         | 44,126,628         | 10,190,596        | 85 %          | 0.28         | 1.30          | 6.73 %         |
| 6 Portfolio Advisors Fund III, L.P. A - Bu | 2005            | 12,500,000         | 11,000,000         | 1,500,000               | 0                  | 4,025,896                   | 9,195,123          | 13,221,019         | 2,221,019         | 88 %          | 0.37         | 1.20          | 4.64 %         |
| 7 Portfolio Advisors Fund III, L.P. B - Ve | 2005            | 6,250,000          | 5,187,500          | 1,062,500               | 0                  | 1,519,689                   | 4,683,082          | 6,202,771          | 1,015,271         | 83 %          | 0.29         | 1.20          | 4.35 %         |
| 8 Portfolio Advisors Fund III, L.P. C - Sp | 2005            | 6,250,000          | 5,812,500          | 437,500                 | 0                  | 3,774,456                   | 3,791,249          | 7,565,705          | 1,753,205         | 93 %          | 0.65         | 1.30          | 7.43 %         |
| 9 Siguler Guiff DOF III                    | 2008            | 30,000,000         | 23,700,000         | 6,300,000               | 158,692            | 4,452,023                   | 27,493,765         | 31,945,788         | 8,087,096         | 79 %          | 0.19         | 1.34          | 11.99 %        |
| <b>3 Harvesting Subtotal</b>               |                 | <b>135,000,000</b> | <b>109,787,500</b> | <b>25,212,500</b>       | <b>297,564</b>     | <b>25,131,882</b>           | <b>113,322,957</b> | <b>138,454,839</b> | <b>28,369,775</b> | <b>81 %</b>   | <b>0.23</b>  | <b>1.26</b>   | <b>6.63 %</b>  |
| <b>9 Total Partnerships</b>                |                 |                    |                    |                         |                    |                             |                    |                    |                   |               |              |               |                |
|  |                 | <b>155,000,000</b> | <b>126,012,930</b> | <b>28,987,070</b>       | <b>412,721</b>     | <b>30,124,500</b>           | <b>127,352,316</b> | <b>157,476,816</b> | <b>31,051,165</b> | <b>81 %</b>   | <b>0.24</b>  | <b>1.25</b>   | <b>6.84 %</b>  |

**San Jose Police and Fire**  
**Vintage Year Performance Analysis**

3/31/2012

| Partnership Name                           | Vintage Year | Commitment         | Paid In Capital    | Capital To Be Funded | Additional Fees | Cumulative Distributions | Valuation          | Total Value        | Net Benefit       | Call Ratio  | DPI Ratio   | TVPI Ratio  | IRR            |
|--|--------------|--------------------|--------------------|----------------------|-----------------|--------------------------|--------------------|--------------------|-------------------|-------------|-------------|-------------|----------------|
| <b>2005</b>                                |              |                    |                    |                      |                 |                          |                    |                    |                   |             |             |             |                |
| 1 HarbourVest Partners VII Buyout          | 2005         | 15,000,000         | 13,275,000         | 1,725,000            | 2,840           | 556,875                  | 14,053,662         | 14,610,537         | 1,332,697         | 89 %        | 0.04        | 1.10        | 2.30 %         |
| 2 Pantheon USA Fund VI, L.P.               | 2005         | 40,000,000         | 33,800,000         | 6,200,000            | 136,032         | 9,400,000                | 34,726,628         | 44,126,628         | 10,190,596        | 85 %        | 0.28        | 1.30        | 6.73 %         |
| 3 Portfolio Advisors Fund III, L.P. A - Bu | 2005         | 12,500,000         | 11,000,000         | 1,500,000            | 0               | 4,025,896                | 9,195,123          | 13,221,019         | 2,221,019         | 88 %        | 0.37        | 1.20        | 4.64 %         |
| 4 Portfolio Advisors Fund III, L.P. B - Ve | 2005         | 6,250,000          | 5,187,500          | 1,062,500            | 0               | 1,519,689                | 4,683,082          | 6,202,771          | 1,015,271         | 83 %        | 0.29        | 1.20        | 4.35 %         |
| 5 Portfolio Advisors Fund III, L.P. C - Sp | 2005         | 6,250,000          | 5,812,500          | 437,500              | 0               | 3,774,456                | 3,791,249          | 7,565,705          | 1,753,205         | 93 %        | 0.65        | 1.30        | 7.43 %         |
| <b>2005 Subtotal</b>                       |              | <b>80,000,000</b>  | <b>69,075,000</b>  | <b>10,925,000</b>    | <b>138,872</b>  | <b>19,276,916</b>        | <b>66,449,744</b>  | <b>85,726,660</b>  | <b>16,512,788</b> | <b>86 %</b> | <b>0.28</b> | <b>1.24</b> | <b>5.44 %</b>  |
| <b>2006</b>                                |              |                    |                    |                      |                 |                          |                    |                    |                   |             |             |             |                |
| 6 HarbourVest Partners VIII Buyout Func    | 2006         | 15,000,000         | 9,562,500          | 5,437,500            | 0               | 860,885                  | 10,652,836         | 11,513,721         | 1,951,221         | 64 %        | 0.09        | 1.20        | 6.43 %         |
| 7 HarbourVest Partners VIII Venture        | 2006         | 10,000,000         | 7,450,000          | 2,550,000            | 0               | 542,058                  | 8,726,612          | 9,268,670          | 1,818,670         | 75 %        | 0.07        | 1.24        | 8.07 %         |
| <b>2006 Subtotal</b>                       |              | <b>25,000,000</b>  | <b>17,012,500</b>  | <b>7,987,500</b>     | <b>0</b>        | <b>1,402,943</b>         | <b>19,379,448</b>  | <b>20,782,391</b>  | <b>3,769,891</b>  | <b>68 %</b> | <b>0.08</b> | <b>1.22</b> | <b>7.12 %</b>  |
| <b>2008</b>                                |              |                    |                    |                      |                 |                          |                    |                    |                   |             |             |             |                |
| 8 Siguler Guff DOF III                     | 2008         | 30,000,000         | 23,700,000         | 6,300,000            | 158,692         | 4,452,023                | 27,493,765         | 31,945,788         | 8,087,096         | 79 %        | 0.19        | 1.34        | 11.99 %        |
| 9 TCW/Crescent Mezzanine V, L.P.           | 2008         | 20,000,000         | 16,225,430         | 3,774,570            | 115,157         | 4,992,618                | 14,029,359         | 19,021,977         | 2,681,390         | 81 %        | 0.31        | 1.16        | 10.71 %        |
| <b>2008 Subtotal</b>                       |              | <b>50,000,000</b>  | <b>39,925,430</b>  | <b>10,074,570</b>    | <b>273,849</b>  | <b>9,444,641</b>         | <b>41,523,124</b>  | <b>50,967,765</b>  | <b>10,768,486</b> | <b>80 %</b> | <b>0.24</b> | <b>1.27</b> | <b>11.65 %</b> |
| <b>9 Total Partnerships</b>                |              |                    |                    |                      |                 |                          |                    |                    |                   |             |             |             |                |
|  |              | <b>155,000,000</b> | <b>126,012,930</b> | <b>28,987,070</b>    | <b>412,721</b>  | <b>30,124,500</b>        | <b>127,352,316</b> | <b>157,476,816</b> | <b>31,051,165</b> | <b>81 %</b> | <b>0.24</b> | <b>1.25</b> | <b>6.84 %</b>  |

**San Jose Police and Fire**  
**Investment Strategy Performance Analysis**

3/31/2012

| Partnership Name                               | Vintage Year | Commitment         | Paid In Capital    | Capital To Be Funded | Additional Fees | Cumulative Distributions | Valuation          | Total Value        | Net Benefit       | Call Ratio  | DPI Ratio   | TVPI Ratio  | IRR            |
|--|--------------|--------------------|--------------------|----------------------|-----------------|--------------------------|--------------------|--------------------|-------------------|-------------|-------------|-------------|----------------|
| <b>100 Venture</b>                             |              |                    |                    |                      |                 |                          |                    |                    |                   |             |             |             |                |
| 1 HarbourVest Partners Fund III, L.P. - B - Ve | 2005         | 6,250,000          | 5,187,500          | 1,062,500            | 0               | 1,519,689                | 4,683,082          | 6,202,771          | 1,015,271         | 83 %        | 0.29        | 1.20        | 4.35 %         |
| <b>100 Venture Subtotal</b>                    |              | <b>6,250,000</b>   | <b>5,187,500</b>   | <b>1,062,500</b>     | <b>0</b>        | <b>1,519,689</b>         | <b>4,683,082</b>   | <b>6,202,771</b>   | <b>1,015,271</b>  | <b>83 %</b> | <b>0.29</b> | <b>1.20</b> | <b>4.35 %</b>  |
| <b>120 Buyouts</b>                             |              |                    |                    |                      |                 |                          |                    |                    |                   |             |             |             |                |
| 1 HarbourVest Partners VII Buyout              | 2005         | 15,000,000         | 13,275,000         | 1,725,000            | 2,840           | 556,875                  | 14,053,662         | 14,610,537         | 1,332,697         | 89 %        | 0.04        | 1.10        | 2.30 %         |
| 2 Portfolio Advisors Fund III, L.P. - A - Bu   | 2005         | 12,500,000         | 11,000,000         | 1,500,000            | 0               | 4,025,896                | 9,195,123          | 13,221,019         | 2,221,019         | 88 %        | 0.37        | 1.20        | 4.64 %         |
| <b>120 Buyouts Subtotal</b>                    |              | <b>27,500,000</b>  | <b>24,275,000</b>  | <b>3,225,000</b>     | <b>2,840</b>    | <b>4,582,771</b>         | <b>23,248,785</b>  | <b>27,831,556</b>  | <b>3,553,716</b>  | <b>88 %</b> | <b>0.19</b> | <b>1.15</b> | <b>3.37 %</b>  |
| <b>130 Mezzanine</b>                           |              |                    |                    |                      |                 |                          |                    |                    |                   |             |             |             |                |
| 1 TCW/Crescent Mezzanine V, L.P.               | 2008         | 20,000,000         | 16,225,430         | 3,774,570            | 115,157         | 4,992,618                | 14,029,359         | 19,021,977         | 2,681,390         | 81 %        | 0.31        | 1.16        | 10.71 %        |
| <b>130 Mezzanine Subtotal</b>                  |              | <b>20,000,000</b>  | <b>16,225,430</b>  | <b>3,774,570</b>     | <b>115,157</b>  | <b>4,992,618</b>         | <b>14,029,359</b>  | <b>19,021,977</b>  | <b>2,681,390</b>  | <b>81 %</b> | <b>0.31</b> | <b>1.16</b> | <b>10.71 %</b> |
| <b>150 Distressed</b>                          |              |                    |                    |                      |                 |                          |                    |                    |                   |             |             |             |                |
| 1 Siguler Guff DOF III                         | 2008         | 30,000,000         | 23,700,000         | 6,300,000            | 158,692         | 4,452,023                | 27,493,765         | 31,945,788         | 8,087,096         | 79 %        | 0.19        | 1.34        | 11.99 %        |
| <b>150 Distressed Subtotal</b>                 |              | <b>30,000,000</b>  | <b>23,700,000</b>  | <b>6,300,000</b>     | <b>158,692</b>  | <b>4,452,023</b>         | <b>27,493,765</b>  | <b>31,945,788</b>  | <b>8,087,096</b>  | <b>79 %</b> | <b>0.19</b> | <b>1.34</b> | <b>11.99 %</b> |
| <b>160 Special Situations</b>                  |              |                    |                    |                      |                 |                          |                    |                    |                   |             |             |             |                |
| 1 Portfolio Advisors Fund III, L.P. - C - Sp   | 2005         | 6,250,000          | 5,812,500          | 437,500              | 0               | 3,774,456                | 3,791,249          | 7,565,705          | 1,753,205         | 93 %        | 0.65        | 1.30        | 7.43 %         |
| <b>160 Special Situations Subtotal</b>         |              | <b>6,250,000</b>   | <b>5,812,500</b>   | <b>437,500</b>       | <b>0</b>        | <b>3,774,456</b>         | <b>3,791,249</b>   | <b>7,565,705</b>   | <b>1,753,205</b>  | <b>93 %</b> | <b>0.65</b> | <b>1.30</b> | <b>7.43 %</b>  |
| <b>170 Fund of Funds</b>                       |              |                    |                    |                      |                 |                          |                    |                    |                   |             |             |             |                |
| 1 HarbourVest Partners VIII Buyout Func        | 2006         | 15,000,000         | 9,562,500          | 5,437,500            | 0               | 860,885                  | 10,652,836         | 11,513,721         | 1,951,221         | 64 %        | 0.09        | 1.20        | 6.43 %         |
| 2 HarbourVest Partners VIII Venture            | 2006         | 10,000,000         | 7,450,000          | 2,550,000            | 0               | 542,058                  | 8,726,612          | 9,268,670          | 1,818,670         | 75 %        | 0.07        | 1.24        | 8.07 %         |
| 3 Pantheon USA Fund VI, L.P.                   | 2005         | 40,000,000         | 33,800,000         | 6,200,000            | 136,032         | 9,400,000                | 34,726,628         | 44,126,628         | 10,190,596        | 85 %        | 0.28        | 1.30        | 6.73 %         |
| <b>170 Fund of Funds Subtotal</b>              |              | <b>65,000,000</b>  | <b>50,812,500</b>  | <b>14,187,500</b>    | <b>136,032</b>  | <b>10,802,943</b>        | <b>54,106,076</b>  | <b>64,909,019</b>  | <b>13,960,487</b> | <b>78 %</b> | <b>0.21</b> | <b>1.27</b> | <b>6.83 %</b>  |
| 9 Total Partnerships                           |              | <b>155,000,000</b> | <b>126,012,930</b> | <b>28,987,070</b>    | <b>412,721</b>  | <b>30,124,500</b>        | <b>127,352,316</b> | <b>157,476,816</b> | <b>31,051,165</b> | <b>81 %</b> | <b>0.24</b> | <b>1.25</b> | <b>6.84 %</b>  |

**San Jose Police and Fire  
Transaction Summary**

1/1/2012 - 3/31/2012

| Date  | Funding           | Additional Fees | Cash                | Stock | Net Cash Flow      |
|---|-------------------|-----------------|---------------------|-------|--------------------|
| <b>HarbourVest Partners VII Buyout</b>                      |                   |                 |                     |       |                    |
| 2/28/2012   |                   |                 | 185,625.00          |       | -185,625.00        |
| 2/28/2012   | 300,000.00        |                 |                     |       | 114,375.00         |
| <b>Total: HarbourVest Partners VII Buyout</b>               |                   |                 |                     |       |                    |
|   | <b>300,000.00</b> |                 | <b>185,625.00</b>   |       | <b>114,375.00</b>  |
| <b>HarbourVest Partners VIII Buyout Fund</b>                |                   |                 |                     |       |                    |
| 1/20/2012   | 300,000.00        |                 |                     |       | 300,000.00         |
| 3/15/2012   |                   |                 | 102,115.00          |       | 197,885.00         |
| <b>Total: HarbourVest Partners VIII Buyout Fund</b>         |                   |                 |                     |       |                    |
|   | <b>300,000.00</b> |                 | <b>102,115.00</b>   |       | <b>197,885.00</b>  |
| <b>HarbourVest Partners VIII Venture</b>                    |                   |                 |                     |       |                    |
| 3/26/2012   |                   |                 | 95,939.00           |       | -95,939.00         |
| 3/26/2012   | 200,000.00        |                 |                     |       | 104,061.00         |
| <b>Total: HarbourVest Partners VIII Venture</b>             |                   |                 |                     |       |                    |
|   | <b>200,000.00</b> |                 | <b>95,939.00</b>    |       | <b>104,061.00</b>  |
| <b>Pantheon USA Fund VI, L.P.</b>                           |                   |                 |                     |       |                    |
| 1/10/2012   | 200,000.00        |                 |                     |       | 200,000.00         |
| 3/22/2012   |                   |                 | 1,000,000.00        |       | -800,000.00        |
| 3/22/2012   | 400,000.00        |                 |                     |       | -400,000.00        |
| <b>Total: Pantheon USA Fund VI, L.P.</b>                    |                   |                 |                     |       |                    |
|   | <b>600,000.00</b> |                 | <b>1,000,000.00</b> |       | <b>-400,000.00</b> |
| <b>Portfolio Advisors Fund III, L.P. A - Buyout</b>         |                   |                 |                     |       |                    |
| 2/8/2012  |                   |                 | 98,236.00           |       | -98,236.00         |
| 3/30/2012   |                   |                 | 229,139.00          |       | -327,375.00        |
| <b>Total: Portfolio Advisors Fund III, L.P. A - Buyout</b>  |                   |                 |                     |       |                    |
|   |                   |                 | <b>327,375.00</b>   |       | <b>-327,375.00</b> |
| <b>Portfolio Advisors Fund III, L.P. B - Venture</b>        |                   |                 |                     |       |                    |
| 2/8/2012  |                   |                 | 117,195.00          |       | -117,195.00        |
| 3/30/2012   |                   |                 | 107,817.00          |       | -225,012.00        |
| <b>Total: Portfolio Advisors Fund III, L.P. B - Venture</b> |                   |                 |                     |       |                    |
|   |                   |                 | <b>225,012.00</b>   |       | <b>-225,012.00</b> |

Activity is cumulative for the period

**San Jose Police and Fire  
Transaction Summary**

1/1/2012 - 3/31/2012

| Date  | Funding             | Additional Fees | Cash                | Stock | Net Cash Flow      |
|---|---------------------|-----------------|---------------------|-------|--------------------|
| <b>Portfolio Advisors Fund III, L.P. C - Special Situ</b>                 |                     |                 |                     |       |                    |
| 2/8/2012  |                     |                 | 167,734.00          |       | -167,734.00        |
| 3/30/2012   |                     |                 | 149,474.00          |       | -317,208.00        |
| <b>Total: Portfolio Advisors Fund III, L.P. C - Special Situ</b>          |                     |                 | <b>317,208.00</b>   |       | <b>-317,208.00</b> |
| <b>Siguler Guff DOF III</b>   |                     |                 |                     |       |                    |
| 2/7/2012  | 1,500,000.00        |                 |                     |       | 1,500,000.00       |
| 3/26/2012   |                     |                 | 839,426.00          |       | 660,574.00         |
| 3/30/2012   |                     |                 | 7,500.00            |       | 653,074.00         |
| <b>Total: Siguler Guff DOF III</b>  |                     |                 | <b>846,926.00</b>   |       | <b>653,074.00</b>  |
| <b>TCW/Crescent Mezzanine V, L.P.</b>                                     |                     |                 |                     |       |                    |
| 3/15/2012   | 556,310.00          |                 |                     |       | 556,310.00         |
| <b>Total: TCW/Crescent Mezzanine V, L.P.</b>                              |                     |                 | <b>556,310.00</b>   |       | <b>556,310.00</b>  |
| <b>Total: City of San Jose Police and Fire Department Retirement Plan</b> |                     |                 |                     |       |                    |
|   | <b>3,456,310.00</b> |                 | <b>3,100,200.00</b> |       | <b>356,110.00</b>  |
| <b>Total:</b>   | <b>3,456,310.00</b> |                 | <b>3,100,200.00</b> |       | <b>356,110.00</b>  |