

**COMPTROLLER'S REPORT OF ENDOWMENT INVESTMENT TRANSACTIONS
UNDER AUDIT, BUDGET, FINANCE AND FACILITIES COMMITTEE GUIDELINES
JULY 1, 2013 THROUGH JUNE 30, 2014**

Overview:

The goal of the University of Illinois investment staff is to maintain the endowment pool asset allocation as set forth in the endowment pool investment policy adopted by the Board of Trustees. The endowment pool portfolio is rebalanced at least quarterly with exchanges between managers and new cash inflows allocated in the fashion that maximizes policy compliance and minimizes transaction costs. The transactions listed below were undertaken to maintain asset allocations within allowable ranges defined by the endowment investment policy.

Transactions:

1. 7/19 \$ 160,656 purchase Northern Trust Institutional Money Market Fund
7/19 \$ 160,656 sale Adams Street Partnership Fund – 2004 U.S. Fund, L.P.

Adams Street Partnership – 2004 U.S. Fund, L.P. private equity distribution and return of capital received via wire transfer. Funds invested in the money market fund pending transfer to fund future private equity capital calls.

2. 7/26 \$ 4,000,000 purchase Davidson Kempner Institutional Fund
7/26 \$ 977,835 purchase Northern Trust Institutional Money Market Fund

Staff initiated transaction to invest endowment pool gifts/transfers. Funds invested in money market fund pending transfer to appropriate manager.

3. 8/19 \$ 168,000 purchase Adams Street Partnership Fund – 2008 U.S. Fund, L.P.
8/19 \$ 168,000 sale Northern Trust Institutional Money Market Fund

Staff initiated transaction to fund capital call from private equity fund-of-funds limited partnership.

4. 8/19 \$ 198,332 purchase Northern Trust Institutional Money Market Fund
8/19 \$ 198,332 sale Adams Street Partnership Fund – 2008 U.S. Fund, L.P.

Adams Street Partnership – 2008 U.S. Fund, L.P. private equity distribution and return of capital received via wire transfer. Funds invested in the money market fund pending transfer to fund future private equity capital calls.

5. 8/26 \$ 110,400 purchase Adams Street Partnership Fund – 2008 Non-U.S. Fund, L.P.
8/26 \$ 110,400 sale Northern Trust Institutional Money Market Fund

Staff initiated transaction to fund capital call from private equity fund-of-funds limited partnership.

6. 8/28 \$ 300,000 purchase Illinois Emerging Technology Fund II, L.P.
8/28 \$ 300,000 sale Northern Trust Institutional Money Market Fund

Staff initiated transaction to fund capital call from private equity limited partnership.

7. 8/30 \$ 6,000,000 purchase Vanguard REIT Index Fund
 8/30 \$ 6,000,000 sale Northern Trust Institutional Money Market Fund

Staff initiated transaction to fund new REIT Index Fund investment.

8. 8/30 \$ 3,000,000 purchase WAMCO Core Plus Fund
 8/30 \$ 3,000,000 purchase J.P. Morgan Core Bond Fund
 8/30 \$ 6,000,000 sale Northern Trust Institutional Money Market Fund

Staff initiated transaction to invest endowment pool gift/transfers and maintain policy asset allocation.

9. 9/27 \$ 5,000,000 purchase BlackRock Non-U.S. Equity Index Fund
 9/27 \$ 5,000,000 sale Ariel Investments U.S. Equity

Staff initiated transaction to maintain policy asset allocation.

10. 9/27 \$ 3,275,000 purchase Northern Trust Institutional Money Market Fund

Staff initiated transaction to invest endowment pool gifts/transfers pending transfer to appropriate manager.

11. 9/30 \$ 2,000,000 purchase WAMCO Core Plus Fund
 9/30 \$ 2,000,000 purchase J.P. Morgan Core Bond Fund
 9/30 \$ 4,000,000 sale Northern Trust Institutional Money Market Fund

Staff initiated transaction to maintain policy asset allocation.

12. 10/10 \$44,000,000 purchase J.P. Morgan Core Bond Fund
 10/10 \$43,998,093 sale WAMCO Core Plus Bond Fund
 10/10 \$ 1,907 sale Northern Trust Institutional Money Market Fund

Staff initiated transaction to liquidate manager and invest funds with existing bond fund manager.

13. 10/15 \$ 183,767 purchase Northern Trust Institutional Money Market Fund
 10/15 \$ 183,767 sale Adams Street Partnership Fund – 2004 U.S. Fund, L.P.

Adams Street Partnership – 2004 U.S. Fund, L.P. private equity distribution and return of capital received via wire transfer. Funds invested in the money market fund pending transfer to fund future private equity capital calls.

14. 10/31 \$ 1,000,000 purchase AQR Delta Offshore Fund, L.P.
 10/31 \$ 1,000,000 purchase Brevan Howard Multi-Strategy Fund
 10/31 \$ 2,000,000 purchase Northern Trust Institutional Money Market Fund

Staff initiated transaction to invest endowment pool gifts/transfers and maintain asset allocation policy. Funds invested in money market fund pending transfer to appropriate manager.

15. 11/18 \$ 125,000 purchase Adams Street Partnership Fund – 2009 U.S. Fund, L.P.
 11/18 \$ 125,000 sale Northern Trust Institutional Money Market Fund

Staff initiated transaction to fund capital call from private equity fund-of-funds limited partnership.

16. 11/27 \$ 2,000,000 purchase BlackRock Non-U.S. Equity Fund
 11/27 \$ 2,000,000 purchase J.P. Morgan Core Bond Fund

Staff initiated transaction to invest endowment pool gifts/transfers and maintain asset allocation policy.

17. 12/12 \$ 32,400 purchase BlackRock Non-U.S. Equity Fund
 12/12 \$ 32,400 sale Templeton Foreign Equity

Staff initiated transaction to liquidate remaining funds from former non-U.S. equity manager.

18. 12/13 \$ 109,217 purchase Northern Trust Institutional Money Market Fund
 12/13 \$ 109,217 sale Adams Street Partnership Fund – 2004 U.S. Fund, L.P.

Adams Street Partnership – 2004 U.S. Fund, L.P. private equity distribution and return of capital received via wire transfer. Funds invested in the money market fund pending transfer to fund future private equity capital calls.

19. 12/23 \$ 2,500,000 purchase BlackRock Non-U.S. Equity Fund

Staff initiated transaction to invest endowment pool gifts/transfers and maintain asset allocation policy.

20. 12/26 \$ 2,500,000 purchase GMO Global Equity Fund
 12/26 \$ 5,000,000 purchase J.P. Morgan Core Bond Fund
 12/26 \$ 4,000,000 purchase BlackRock U.S. Equity Fund

Staff initiated transaction to invest endowment pool gifts/transfers and maintain asset allocation policy.

21. 1/31 \$ 3,838,825 purchase Northern Trust Institutional Money Market Fund

Staff initiated transaction to invest endowment pool gifts/transfers and maintain asset allocation policy. Funds invested in money market fund to reduce interest rate risk.

22. 2/18 \$ 135,311 purchase Northern Trust Institutional Money Market Fund
 2/18 \$ 135,311 sale Adams Street Partnership Fund – 2004 U.S. Fund, L.P.

Adams Street Partnership – 2004 U.S. Fund, L.P. private equity distribution and return of capital received via wire transfer. Funds invested in the money market fund pending transfer to fund future private equity capital calls.

23. 2/26 \$ 3,000,000 purchase AQR Delta Offshore Fund, L.P.

Staff initiated transaction to invest endowment pool gifts/transfers and maintain asset allocation policy.

24. 3/31 \$ 3,000,000 purchase Brevan Howard Multi-Strategy Fund
 3/31 \$ 2,500,000 purchase Northern Trust Institutional Money Market Fund

Staff initiated transaction to invest endowment pool gifts/transfers and maintain asset allocation policy. Funds invested in money market fund to reduce interest rate risk.

25. 4/14 \$ 185,760 purchase Northern Trust Institutional Money Market Fund
 4/14 \$ 185,760 sale Adams Street Partnership Fund – 2004 U.S. Fund, L.P.

Adams Street Partnership – 2004 U.S. Fund, L.P. private equity distribution and return of capital received via wire transfer. Funds invested in the money market fund pending transfer to fund future private equity capital calls.

26. 4/24 \$ 112,145 purchase Northern Trust Institutional Money Market Fund
 4/24 \$ 112,145 sale Adams Street Partnership Fund – 2008 U.S. Fund, L.P.

Adams Street Partnership – 2008 U.S. Fund, L.P. private equity distribution and return of capital received via wire transfer. Funds invested in the money market fund pending transfer to fund future private equity capital calls.

27. 4/29 \$ 3,000,000 purchase Vanguard REIT Index Fund

Staff initiated transaction to invest endowment pool gifts/transfers and maintain asset allocation policy.

28. 5/12 \$ 120,000 purchase Adams Street Partnership Fund – 2009 U.S. Fund, L.P.
 5/12 \$ 120,000 sale Northern Trust Institutional Money Market Fund

Staff initiated transaction to fund capital call from private equity fund-of-funds limited partnership.

29. 5/29 \$ 3,000,000 purchase GMO Global Equity Fund

Staff initiated transaction to invest endowment pool gifts/transfers and maintain asset allocation policy.

30. 6/27 \$ 4,554,945 purchase Northern Trust Institutional Money Market Fund

Staff initiated transaction to invest endowment pool gifts/transfers pending transfer to appropriate manager.

31. 6/30 \$ 7,003,844 purchase Prudential Real Estate- PRISA L.P.
 6/30 \$ 7,003,844 sale Northern Trust Institutional Money Market Fund

Staff initiated transaction to fund capital call from real estate manager.

32. 6/30 \$ 102,000 purchase Adams Street Partnership Fund – 2008 Non-U.S. Fund, L.P.
 6/30 \$ 102,000 sale Northern Trust Institutional Money Market Fund

Staff initiated transaction to fund capital call from private equity fund-of-funds limited partnership.

33. 6/30 \$ 130,000 purchase Adams Street Partnership Fund – 2010 U.S. Fund, L.P.
 6/30 \$ 130,000 sale Northern Trust Institutional Money Market Fund

Staff initiated transaction to fund capital call from private equity fund-of-funds limited partnership.

Miscellaneous Private Equity Transactions

The cumulative amount of 2014 fiscal year capital calls less than \$100,000 each are listed below:

- Adams Street Partners total \$2,900,000.

The cumulative amount of 2014 fiscal year distributions from private equity firms less than \$100,000 each are listed below:

- Adams Street Partners total \$2,641,560.
- Illinois Emerging Technologies Fund II, L.P. total \$28,097.