



Hamilton Lane



# Los Angeles City Employees' Retirement System

2Q 2011 Performance Update

- **Transition**
  - Effective August 19, 2011, Hamilton Lane was engaged to monitor and manage the LACERS' Specialized Alternative Investment Program (“Specialized Portfolio”)
  - Over the past two months, Hamilton Lane has worked directly with PCA and Northern Trust in order to transition all data for the Specialized Portfolio into our internal database
- **Where are we today?**
  - All 23 funds have been uploaded into the Hamilton Lane database and have gone through the appropriate reconciliation process to verify the data is accurate
  - Access to the Specialized Portfolio is now available through Hamilton Lane’s online portal
  - Going forward, all quarterly reports for LACERS will now include data for the Overall Portfolio (inclusive of both the Core Portfolio and Specialized Portfolio)
  - Additionally, Hamilton Lane will provide analysis for each unique portfolio (Core and Specialized) where applicable

| Overall Portfolio Snapshot <sup>(1)</sup>         |               |               |               |
|---|---------------|---------------|---------------|
| \$ millions                                       | 12/31/2010    | 6/30/2011     | Net Change    |
| Active Partnerships                               | 140           | 144           | 4             |
| Active GP Relationships                           | 78            | 80            | 2             |
| Capital Committed <sup>(2)</sup>                  | \$2,083.4     | \$2,163.0     | \$79.6        |
| Unfunded Commitment                               | \$524.4       | \$553.3       | \$28.9        |
| Paid-in Capital                                   | \$1,624.6     | \$1,688.0     | \$63.4        |
| Capital Distributed                               | \$1,122.6     | \$1,250.3     | \$127.7       |
| Market Value                                      | \$1,079.0     | \$1,113.3     | \$34.3        |
| Total Value Multiple                              | 1.36x         | 1.40x         | 0.04x         |
| Core Portfolio Since Inception IRR                | 10.97%        | 11.44%        | 47 bps        |
| Avg Age of Commitments                            | 6.3 years     | 6.7 years     | 0.4 years     |
| Specialized Portfolio Since Inception IRR         | (2.29%)       | (0.66%)       | 163 bps       |
| Avg Age of Commitments                            | 3.7 years     | 4.2 years     | 0.5 years     |
| <b>Overall Since Inception IRR <sup>(2)</sup></b> | <b>10.45%</b> | <b>10.93%</b> | <b>48 bps</b> |

<sup>(1)</sup> Includes "Core" and "Specialized" private equity portfolios

<sup>(2)</sup> The "change" from fourth quarter of 2010 to second quarter of 2011 reflects the actual commitments made by the Portfolio +/- currency movements in the Portfolio's existing non-USD denominated funds.

- LACERS' Overall Portfolio, which includes both the Core Portfolio and the Specialized Portfolio, has a market value of \$1.1 billion
- The Overall Portfolio is weighted 91% to Core and 9% to Specialized by amount committed and 77% to 23% weighted by number of active general partner relationships, respectively
- The majority of the \$2.2 billion capital committed has been invested, with only 26% remaining unfunded
- Of the paid-in capital to underlying investments, over 74% has been returned through distributions

| 2011 Commitment Activity    |   |                             |                   |
|-----------------------------|---|-----------------------------|-------------------|
| Closing Date                | Partnership   | Investment Strategy         | Commitment Amount |
| <i>Core Portfolio</i>       |   |                             |                   |
| 1/31/2011                   | EnCap Energy Capital Fund VIII, L.P. <sup>(1)</sup>           | Buyout - Large/Energy Focus | \$15.0            |
| 2/28/2011                   | BC European Capital IX, L.P. <sup>(1)</sup>                   | Buyout - Mega               | \$20.3            |
| 5/20/2011                   | Khosla Ventures IV, L.P.                                      | Venture Capital             | \$20.0            |
| 6/6/2011                    | Blackstone Capital Partners VI, L.P. <sup>(2)</sup>           | Buyout - Mega               | \$20.0            |
| 6/15/2011                   | J.H. Whitney VII, L.P. <sup>(2) (3)</sup>                     | Buyout - Small              | \$10.0            |
| 7/19/2011                   | Vista Equity Partners IV, L.P. <sup>(2)</sup>                 | Buyout - Mid                | \$30.0            |
| 8/3/2011                    | TPG Growth II, L.P. <sup>(2)</sup>                            | Buyout - Mid                | \$30.0            |
| 8/25/2011                   | Avenue Europe Special Situations Fund II, L.P. <sup>(2)</sup> | Distressed Debt             | \$19.0            |
| <b>Total <sup>(4)</sup></b> |   |                             | <b>\$164.3</b>    |

<sup>(1)</sup> Commitments that were applied to 2010 allocation

<sup>(2)</sup> Represents existing relationships for LACERS

<sup>(3)</sup> Reflects a follow -on investment to the original \$15.0 commitment in 2010

<sup>(4)</sup> Total commitments towards 2011 allocation are \$129.0 million.

- The commitments made to the Core Portfolio in 2011 are diversified across different strategies and sub strategies in order to balance the Portfolio
  - Diversification across different geographies was also achieved through commitments added in 2011 - exposure added to North America, Europe, Asia and Emerging Markets
  - Three new managers were added to the Portfolio during 2011 – EnCap, BC Partners, and Khosla Ventures
- No new investments have been made through the Specialized Portfolio in 2011

| Core Portfolio Snapshot          |            |           |            |
|----------------------------------|------------|-----------|------------|
| \$ millions                      | 12/31/2010 | 6/30/2011 | Net Change |
| Active Partnerships              | 117        | 121       | 4          |
| Active GP Relationships          | 59         | 62        | 3          |
| Capital Committed <sup>(1)</sup> | \$1,883.8  | \$1,963.3 | \$79.6     |
| Unfunded Commitment              | \$455.5    | \$488.4   | \$32.9     |
| Paid-in Capital                  | \$1,482.6  | \$1,540.8 | \$58.2     |
| Capital Distributed              | \$1,097.8  | \$1,222.2 | \$124.4    |
| Market Value                     | \$968.6    | \$996.5   | \$27.9     |
| Total Value Multiple             | 1.39x      | 1.44x     | 0.05x      |
| Since Inception IRR              | 10.97%     | 11.44%    | 47 bps     |
| Avg Age of Commitments           | 6.2 years  | 6.7 years | 0.5 Years  |

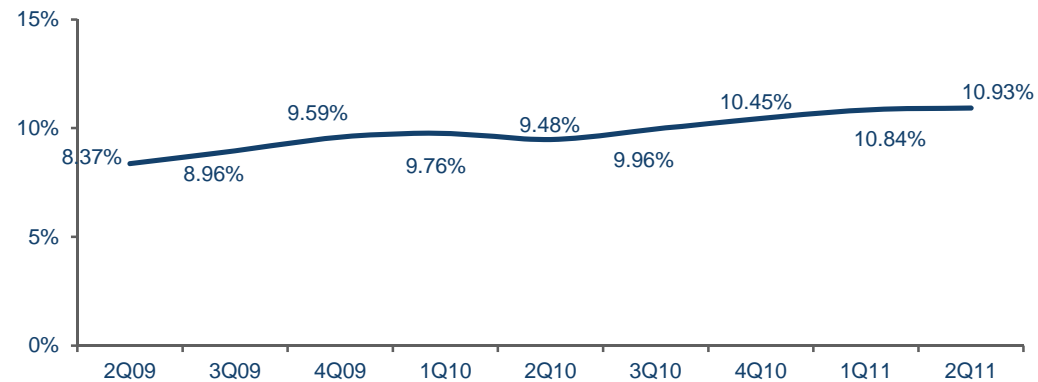
<sup>(1)</sup> The “change” from fourth quarter of 2010 to second quarter of 2011 reflects the actual commitments made by the Portfolio +/- currency movements in the Portfolio's existing non-USD denominated funds.

- Since inception performance has improved by 47 bps over the past six months
  - 97 underlying partnerships, or 80%, created positive net value – indicative of a strong overall economy
  - Only 19 partnerships, or 16%, experienced a negative value change – 5 partnerships had no valuation change
- Distributions of \$124.4 million outweighed contributions of \$58.2 million, while the market value grew \$27.9 million
- The total value multiple grew 0.05x over the past six months
- Distributions now represent 79% of total paid-in capital

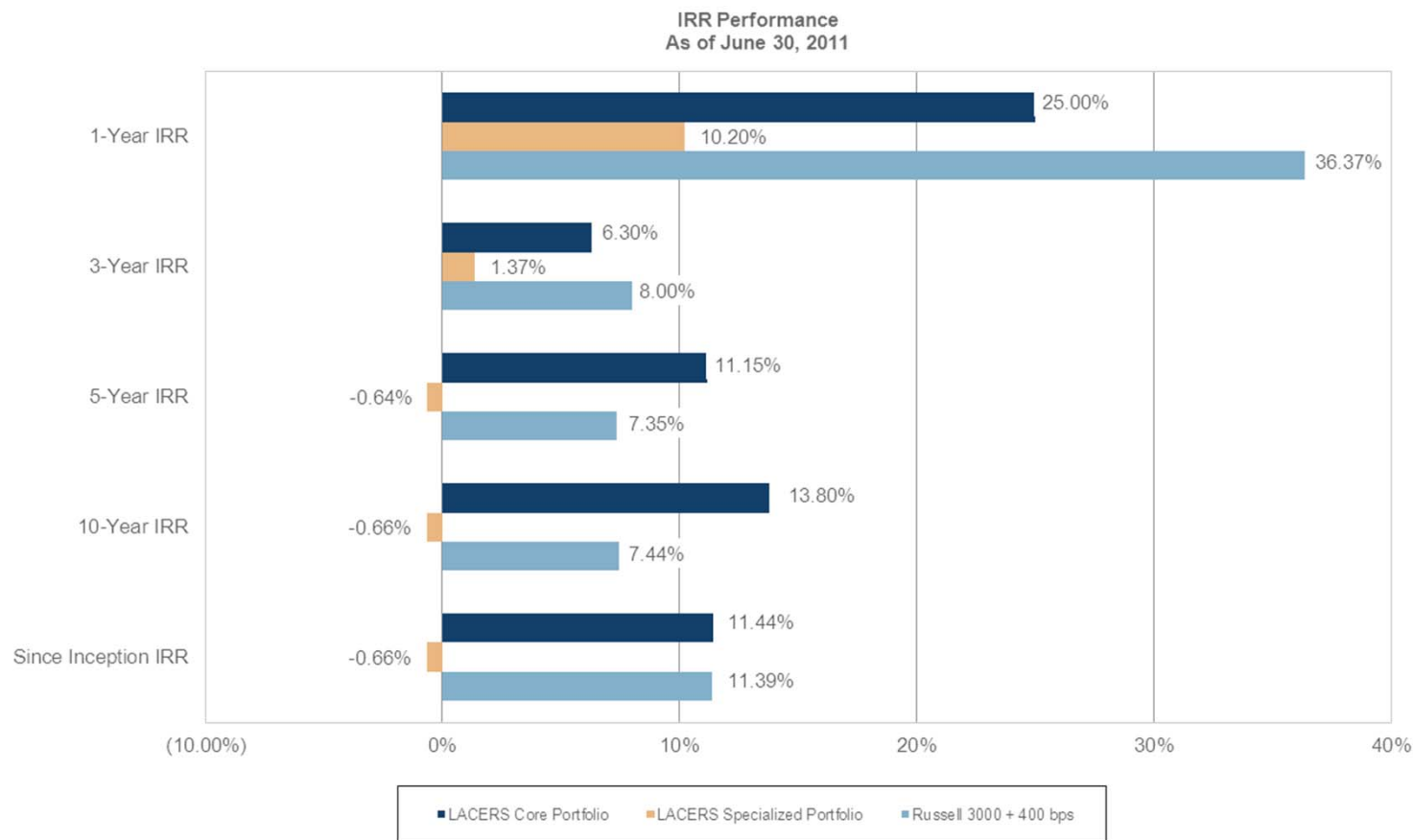
| Specialized Portfolio Snapshot |            |           |            |
|--------------------------------|------------|-----------|------------|
| \$ millions                    | 12/31/2010 | 6/30/2011 | Net Change |
| Active Partnerships            | 23         | 23        | -          |
| Active GP Relationships        | 19         | 19        | -          |
| Capital Committed              | \$199.6    | \$199.6   | -          |
| Unfunded Commitment            | \$68.9     | \$64.9    | (\$4.0)    |
| Paid-in Capital                | \$141.9    | \$147.2   | \$5.3      |
| Capital Distributed            | \$24.8     | \$28.1    | \$3.3      |
| Market Value                   | \$110.4    | \$116.8   | \$6.4      |
| Total Value Multiple           | 0.95x      | 0.98x     | 0.03x      |
| Since Inception IRR            | (2.29%)    | (0.66%)   | 163 bps    |
| Avg Age of Commitments         | 3.7 years  | 4.2 years | 0.5 Years  |

- Since inception performance has improved by 163 bps over the past six months
  - 13 underlying partnerships, or 57% of the total, created positive net value
  - 9 partnerships, or 39%, experienced a negative value change – one partnership had no valuation change
- Contributions of \$5.3 million outweighed distributions of \$3.3 million, while the market value grew \$6.4 million
- The total value multiple grew 0.03x over the past six months
- Average age of commitments increased 0.5 years as no new commitments have been made over the past year

## Since Inception IRR Performance - Overall Portfolio



- Over the past 2 years, there has only been one quarter where the since inception IRR has declined
  - Overall, the since inception IRR has increased 256 bps over the two year period
- Returns have grown consistently over the past two years and have come back to pre- global economic crisis highs achieved in mid-2008

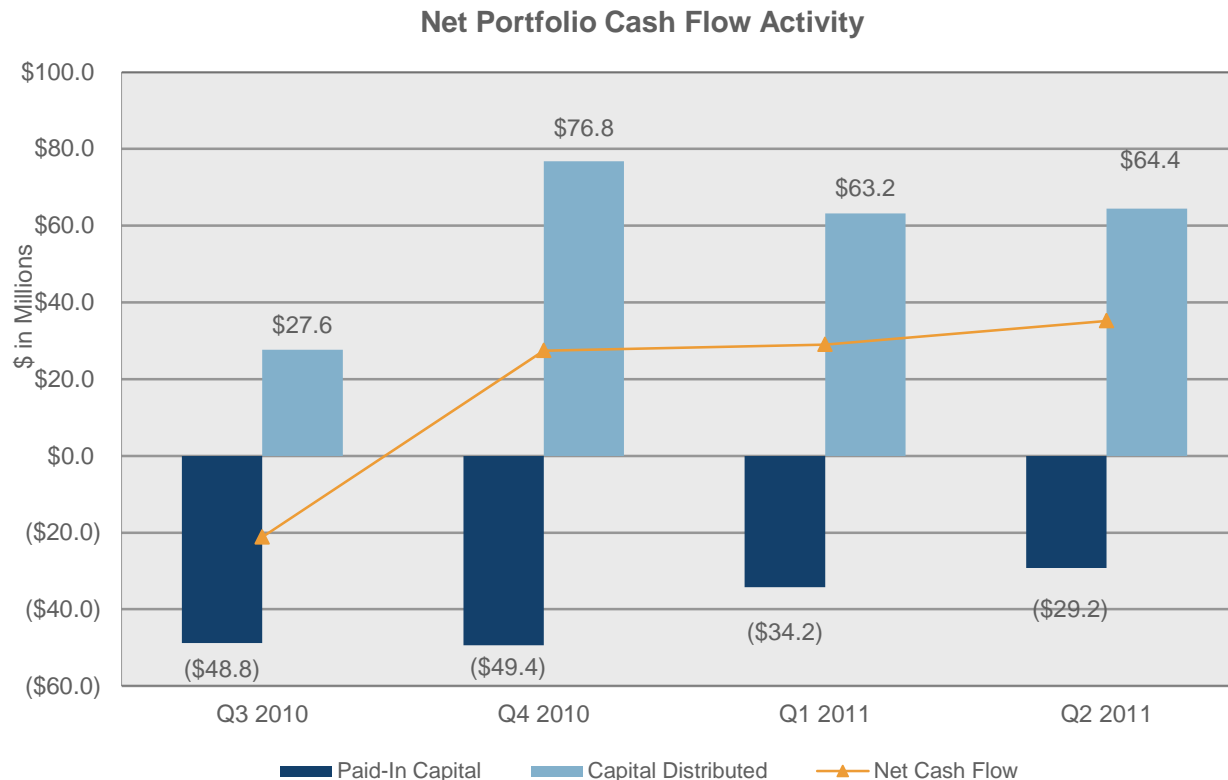


- The Core Portfolio has experienced a positive IRR across all time horizons as well as outperformed the public benchmark for the 5-year , 10-year and since inception time frames
- The strong rally in the public markets over the last year has led to benchmark outperformance against the Core Portfolio
- The Specialized Portfolio, which has lagged behind both the Core Portfolio and the benchmark across all time periods, is up 10.20% over the one-year period

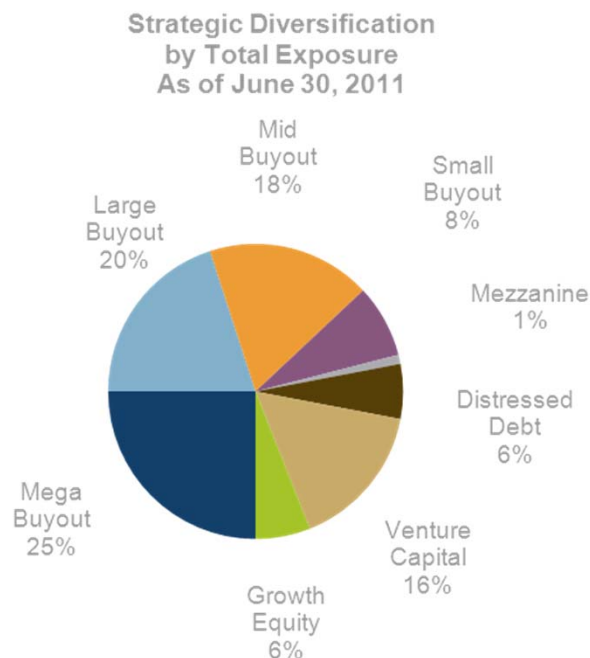


| Portfolio Summary                 |                |                |                |                |                |
|-----------------------------------|----------------|----------------|----------------|----------------|----------------|
| in \$ millions                    | Quarter Ending |                |                |                | Year Ending    |
|                                   | 9/30/2010      | 12/31/2010     | 3/31/2011      | 6/30/2011      | 6/30/2011      |
| Beginning Market Value            | \$960.4        | \$1,040.0      | \$1,079.0      | \$1,111.3      | \$960.4        |
| Paid-in Capital                   | 48.8           | 49.4           | 34.2           | 29.2           | 161.6          |
| Distributions                     | (27.6)         | (76.8)         | (63.2)         | (64.4)         | (232.1)        |
| <b>Net Value Change</b>           | <b>58.4</b>    | <b>66.4</b>    | <b>61.3</b>    | <b>37.2</b>    | <b>223.4</b>   |
| Ending Market Value               | \$1,040.0      | \$1,079.0      | \$1,111.3      | \$1,113.3      | \$1,113.3      |
| <b>Unfunded Commitments</b>       | <b>\$559.2</b> | <b>\$524.4</b> | <b>\$535.5</b> | <b>\$553.3</b> | <b>\$553.3</b> |
| Total Exposure                    | \$1,599.2      | \$1,603.4      | \$1,646.8      | \$1,666.6      | \$1,666.6      |
| Point-to-Point IRR - Core         | 6.47%          | 6.64%          | 6.06%          | 3.67%          | 25.00%         |
| Point-to-Point IRR - Specialized  | 1.82%          | 4.13%          | 2.95%          | 0.98%          | 10.20%         |
| Since Inception IRR - Core        | 10.51%         | 10.97%         | 11.34%         | 11.44%         | 11.44%         |
| Since Inception IRR - Specialized | (4.19%)        | (2.29%)        | (1.06%)        | (0.66%)        | (0.66%)        |

- The Overall Portfolio's net value gain of \$37.2 million represents 2+ years of consistent positive net value created
  - During the second quarter, 100 partnerships generated a positive net value gain of \$46.3 million, while 36 partnerships reported a net value loss of \$9.1 million (8 funds have yet to call capital or experience no valuation change during the quarter)
- Over the past year, the Portfolio generated a net value increase of \$223.4 million based off paid-in capital of \$161.6 million, distributions of \$232.1 million and a market value increase of \$152.9 million
- Strong performance over the past year is a result of healthy cash flows, specifically robust distribution activity, as well as improved financial positions from underlying companies
- Vista Equity Partners Fund III (VY-2007), a partnership in the Core Portfolio, was the top performer over the past year creating \$9.6 million in net value



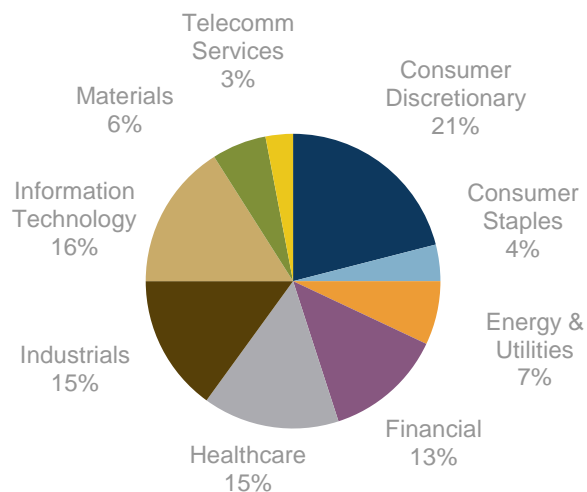
- Over the past four quarters, the Overall Portfolio was cash flow positive (distributions outweigh contributions) by \$70.4 million
- Strong distribution activity, particularly at the end of 2010 and into the 1H of 2011, was driven by attractive debt refinancing, stabilized pricing, and high levels of dry powder
- Exit markets have slowed down recently – a result of concerns in the global economy



| Diversification by Strategy |             |             |        |
|-----------------------------|-------------|-------------|--------|
|                             | 12/31/2010  | 6/30/2011   | Change |
| Mega Buyout                 | 24%         | 25%         | 1%     |
| Large Buyout                | 19%         | 20%         | 1%     |
| Mid Buyout                  | 18%         | 18%         | -      |
| Small Buyout                | 9%          | 8%          | (1%)   |
| Mezzanine                   | 1%          | 1%          | -      |
| Distressed Debt             | 8%          | 6%          | (2%)   |
| Venture Capital             | 16%         | 16%         | -      |
| Growth Equity               | 5%          | 6%          | 1%     |
| <b>TOTAL:</b>               | <b>100%</b> | <b>100%</b> |        |

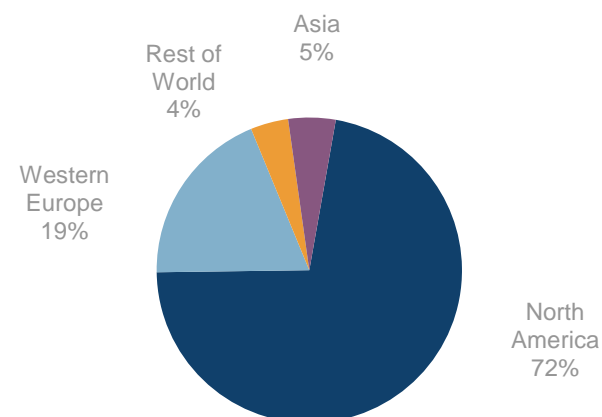
- The Overall Portfolio is currently tilted towards the larger end of the buyout market with approximately 45% exposure to Large/Mega buyouts, which has not changed materially over the past year
- The Core Portfolio continues to be in line with the target ranges in the strategic plan
- The Specialized Portfolio is diversified across Buyouts/Growth, Distressed and Venture Capital, however at 10% of overall private equity allocation, it has little impact on the overall diversification of LACERS' Portfolio based on its capital weighting

**Underlying Investment Diversification by Industry**  
As of June 30, 2011



| Diversification by Industry |             |             |        |
|-----------------------------|-------------|-------------|--------|
|                             | 12/31/2010  | 6/30/2011   | Change |
| Consumer Discretionary      | 20%         | 21%         | 1%     |
| Consumer Staples            | 4%          | 4%          | -      |
| Energy & Utilities          | 8%          | 7%          | (1%)   |
| Financial                   | 13%         | 13%         | -      |
| Healthcare                  | 16%         | 15%         | (1%)   |
| Industrials                 | 15%         | 15%         | -      |
| Information Technology      | 15%         | 16%         | 1%     |
| Materials                   | 6%          | 6%          | -      |
| Telecomm Services           | 3%          | 3%          | -      |
| <b>TOTAL:</b>               | <b>100%</b> | <b>100%</b> |        |

**Underlying Investment Diversification by Geographic Location**  
As of June 30, 2011



| Geographic Location |             |             |        |
|---------------------|-------------|-------------|--------|
|                     | 12/31/2010  | 6/30/2011   | Change |
| North America       | 77%         | 72%         | (5%)   |
| Western Europe      | 16%         | 19%         | 3%     |
| Rest of World       | 3%          | 4%          | 1%     |
| Asia                | 4%          | 5%          | 1%     |
| <b>TOTAL:</b>       | <b>100%</b> | <b>100%</b> |        |

Underlying portfolio company data was not available as of June 30, 2011 for the Specialized Portfolio and as a result, the charts above only include the Core Portfolio. Going forward, underlying diversification will be tracked based off the aggregate Overall Portfolio.

- **LACERS' Portfolio has 80 active GP relationships across 144 active funds**
  - The Portfolio is largely weighted by commitments towards the Core Portfolio of 62 GP relationships
- **Net positive performance for the Overall Portfolio over the past year**
  - Since inception returns increased each of the past 5 quarters
  - The Core Portfolio outperformed the public benchmark over long term - 5, 10-year and since inception periods
  - Growth in unrealized appreciation within underlying partnerships contributed to value creation and increased market values
- **The Overall Portfolio experienced healthy over the past year**
  - Contributions remained relatively consistent over the past year, while distribution activity increased significantly at the end of the 4<sup>th</sup> quarter of 2010 and into the 1<sup>st</sup> half of 2011
  - Of the capital paid-in to underlying investments, over 74% has been returned through distributions

# Appendix

# Core Portfolio by Partnership Name - June 30, 2011



| Investment Name                                       | Vintage Year | Investment Strategy                | Capital Committed | Paid-In Capital | Capital Distributed <sup>(1)</sup> | Reported Market Value | Net IRR <sup>(2)</sup> |
|---|--------------|------------------------------------|-------------------|-----------------|------------------------------------|-----------------------|------------------------|
| Acon-Bastion Partners II, L.P.                        | 2006         | Corporate Finance/Buyout - Small   | \$5,000,000       | \$4,191,360     | \$944,393                          | \$5,733,243           | 18.86%                 |
| Advent International GPE VI-A, L.P.                   | 2008         | Corporate Finance/Buyout - Mid     | 20,000,000        | 11,022,805      | 622,805                            | 11,682,288            | 7.89%                  |
| Alchemy Investment Plan (LACERS)                      | 1999         | Corporate Finance/Buyout - Small   | 42,440,886        | 40,015,333      | 38,591,730                         | 14,681,649            | 7.90%                  |
| American Securities Opportunities Fund II, L.P.       | 2010         | Distressed Debt - Control          | 20,000,000        | 5,959,051       | 2,535,886                          | 4,358,793             | 16.18%                 |
| Apollo Investment Fund IV, L.P.                       | 1998         | Corporate Finance/Buyout - Large   | 5,000,000         | 5,067,557       | 7,811,030                          | 510,587               | 8.21%                  |
| Apollo Investment Fund VI, L.P.                       | 2006         | Corporate Finance/Buyout - Mega    | 15,000,000        | 17,807,839      | 6,299,712                          | 17,002,008            | 10.16%                 |
| Apollo Investment Fund VII, L.P.                      | 2008         | Corporate Finance/Buyout - Mega    | 20,000,000        | 13,468,844      | 6,038,754                          | 12,228,503            | 24.15%                 |
| Austin Ventures VII, L.P.                             | 1999         | Venture Capital - Multi-Stage (VC) | 17,000,000        | 17,000,000      | 7,125,342                          | 5,516,384             | (4.71%)                |
| Austin Ventures VIII, L.P.                            | 2001         | Venture Capital - Multi-Stage (VC) | 8,300,000         | 8,603,867       | 2,695,742                          | 8,259,375             | 4.62%                  |
| Avenue Special Situations Fund IV, L.P.               | 2006         | Distressed Debt - Non-Control      | 10,000,000        | 12,589,797      | 15,166,319                         | 1,146,874             | 8.34%                  |
| Avenue Special Situations Fund V, L.P. <sup>(6)</sup> | 2007         | Distressed Debt - Non-Control      | 10,000,000        | 10,000,000      | 12,243,620                         | 1,269,711             | 12.38%                 |
| BC European Capital IX, L.P.                          | 2011         | Corporate Finance/Buyout - Large   | 21,457,780        | -               | -                                  | -                     | N/A                    |
| Blackstone Capital Partners V, L.P.                   | 2006         | Corporate Finance/Buyout - Mega    | 20,000,000        | 19,467,203      | 2,475,855                          | 17,978,757            | 1.60%                  |
| Blackstone Capital Partners VI, L.P.                  | 2011         | Corporate Finance/Buyout - Mid     | 20,000,000        | -               | -                                  | -                     | N/A                    |
| Carlyle Partners IV, L.P.                             | 2005         | Corporate Finance/Buyout - Mega    | 20,000,000        | 20,205,337      | 12,131,369                         | 19,228,280            | 11.30%                 |
| Carlyle Partners V, L.P.                              | 2007         | Corporate Finance/Buyout - Mega    | 30,000,000        | 19,705,987      | 4,843,470                          | 19,800,693            | 11.62%                 |
| CGW Southeast Partners III, L.P.                      | 1996         | Corporate Finance/Buyout - Small   | 9,000,000         | 8,645,139       | 14,411,480                         | 347,888               | 9.25%                  |
| CGW Southeast Partners IV, L.P.                       | 1999         | Corporate Finance/Buyout - Small   | 10,000,000        | 8,536,566       | 12,855,607                         | 682,352               | 8.66%                  |
| Charterhouse Capital Partners IX, L.P.                | 2009         | Corporate Finance/Buyout - Large   | 20,064,339        | 3,453,736       | -                                  | 4,087,340             | 11.94%                 |
| Charterhouse Capital Partners VIII, L.P.              | 2006         | Corporate Finance/Buyout - Large   | 22,267,689        | 18,424,651      | -                                  | 17,920,896            | (0.74%)                |
| Chisholm Partners IV, L.P.                            | 1999         | Corporate Finance/Buyout - Small   | 9,000,000         | 8,841,251       | 8,271,669                          | 984,385               | 0.57%                  |
| CHP III, L.P.   | 2007         | Venture Capital - Early Stage      | 15,000,000        | 7,159,842       | -                                  | 5,287,727             | (15.09%)               |
| CHS Private Equity V, L.P.                            | 2005         | Corporate Finance/Buyout - Mid     | 20,000,000        | 18,608,728      | 3,005,890                          | 20,521,265            | 6.73%                  |
| CVC European Equity Partners II, L.P.                 | 1998         | Corporate Finance/Buyout - Large   | 10,000,000        | 13,364,679      | 27,253,387                         | 1,660,669             | 20.49%                 |
| CVC European Equity Partners III, L.P.                | 2001         | Corporate Finance/Buyout - Large   | 15,000,000        | 14,474,207      | 36,147,163                         | 7,129,329             | 42.09%                 |
| CVC European Equity Partners IV, L.P.                 | 2005         | Corporate Finance/Buyout - Mega    | 26,647,969        | 24,312,980      | 16,100,325                         | 19,207,242            | 13.92%                 |
| CVC European Equity Partners V, L.P.                  | 2008         | Corporate Finance/Buyout - Mega    | 19,872,210        | 10,048,176      | 1,521,592                          | 10,916,057            | 15.77%                 |
| CVC European Equity Partners, LP                      | 1996         | Corporate Finance/Buyout - Mid     | 10,000,000        | 9,753,529       | 24,358,828                         | 1,815,669             | 23.41%                 |
| EnCap Energy Capital Fund VIII, L.P.                  | 2011         | Corporate Finance/Buyout - Large   | 15,000,000        | 784,286         | -                                  | 750,420               | (6.05%)                |
| Energy Capital Partners II, L.P.                      | 2009         | Corporate Finance/Buyout - Large   | 20,000,000        | 4,901,645       | 1,047,565                          | 5,245,111             | 31.12%                 |
| Enhanced Equity Fund II, L.P.                         | 2010         | Corporate Finance/Buyout - Small   | 10,000,000        | 1,998,626       | 22                                 | 1,987,208             | (1.47%)                |
| Enhanced Equity Fund, L.P.                            | 2006         | Corporate Finance/Buyout - Small   | 10,000,000        | 9,504,308       | 607,722                            | 11,631,803            | 8.21%                  |

# Core Portfolio by Partnership Name – June 30, 2011



| Investment Name                                  | Vintage Year | Investment Strategy                | Capital Committed | Paid-In Capital | Capital Distributed <sup>(1)</sup> | Reported Market Value | Net IRR <sup>(2)</sup> |
|--|--------------|------------------------------------|-------------------|-----------------|------------------------------------|-----------------------|------------------------|
| Essex Woodlands Health Ventures Fund IV, L.P.    | 1998         | Venture Capital - Early Stage      | 4,000,000         | 4,000,000       | 4,438,441                          | 747,307               | 6.79%                  |
| Essex Woodlands Health Ventures Fund V, L.P.     | 2000         | Venture Capital - Multi-Stage (VC) | 10,000,000        | 10,000,000      | 8,600,871                          | 5,493,246             | 8.09%                  |
| Essex Woodlands Health Ventures Fund VI, L.P.    | 2004         | Venture Capital - Multi-Stage (VC) | 15,000,000        | 13,912,500      | 5,621,822                          | 10,526,917            | 3.33%                  |
| First Reserve Fund X, L.P.                       | 2004         | Corporate Finance/Buyout - Mid     | 20,000,000        | 20,000,000      | 24,853,459                         | 11,723,000            | 34.68%                 |
| First Reserve Fund XI, L.P.                      | 2006         | Corporate Finance/Buyout - Mega    | 30,000,000        | 24,211,340      | 7,334,571                          | 19,037,000            | 2.87%                  |
| First Reserve Fund XII, L.P.                     | 2008         | Corporate Finance/Buyout - Mega    | 25,000,000        | 14,505,078      | 1,085,460                          | 13,420,000            | 0.00%                  |
| Golder, Thoma, Cressey & Rauner Fund IX, L.P.    | 2006         | Corporate Finance/Buyout - Large   | 15,000,000        | 13,600,432      | 1,107,173                          | 13,100,053            | 2.61%                  |
| Golder, Thoma, Cressey & Rauner Fund V, LP       | 1997         | Corporate Finance/Buyout - Mid     | 10,000,000        | 10,000,000      | 17,985,102                         | 240,166               | 11.00%                 |
| Golder, Thoma, Cressey & Rauner Fund VI, L.P.    | 1998         | Corporate Finance/Buyout - Mid     | 10,000,000        | 10,000,000      | 8,645,950                          | 115,342               | (4.76%)                |
| Golder, Thoma, Cressey & Rauner Fund VII, L.P.   | 2000         | Corporate Finance/Buyout - Mid     | 18,750,000        | 18,609,375      | 43,792,961                         | 89,199                | 21.84%                 |
| Golder, Thoma, Cressey & Rauner Fund VII-A, L.P. | 2001         | Corporate Finance/Buyout - Mid     | 6,250,000         | 4,140,625       | 11,538,800                         | 25,580                | 83.04%                 |
| Golder, Thoma, Cressey & Rauner Fund VIII, L.P.  | 2003         | Corporate Finance/Buyout - Mid     | 20,000,000        | 18,316,734      | 25,512,438                         | 7,984,633             | 26.74%                 |
| Green Equity Investors V, L.P. <sup>(3)</sup>    | 2007         | Corporate Finance/Buyout - Large   | 20,000,000        | 14,992,101      | 3,627,633                          | 16,093,688            | 18.05%                 |
| Halifax Capital Partners II, L.P.                | 2006         | Corporate Finance/Buyout - Small   | 10,000,000        | 7,359,151       | 3,719,739                          | 6,620,139             | 16.07%                 |
| Hellman & Friedman Capital Partners V, L.P.      | 2004         | Corporate Finance/Buyout - Large   | 11,000,000        | 9,776,717       | 14,585,871                         | 9,033,157             | 29.74%                 |
| Hellman & Friedman Capital Partners VI, L.P.     | 2007         | Corporate Finance/Buyout - Mega    | 20,000,000        | 17,753,594      | 3,266,714                          | 17,601,739            | 6.18%                  |
| Hellman & Friedman Capital Partners VII, L.P.    | 2011         | Corporate Finance/Buyout - Mega    | 20,000,000        | -               | -                                  | -                     | N/A                    |
| InterWest Partners VI, L.P.                      | 1997         | Venture Capital - Early Stage      | 5,000,000         | 5,000,000       | 14,585,588                         | 271,756               | 48.89%                 |
| The J.H. Whitney Funds <sup>(5)</sup>            | 1999         | Corporate Finance/Buyout - Large   | 75,000,000        | 50,774,168      | 34,125,521                         | 17,443,251            | 0.33%                  |
| Kelso Investment Associates VI, L.P.             | 1998         | Corporate Finance/Buyout - Mid     | 5,000,000         | 4,309,418       | 5,982,794                          | -                     | 9.31%                  |
| Kelso Investment Associates VII, L.P.            | 2004         | Corporate Finance/Buyout - Mid     | 18,000,000        | 17,881,707      | 11,873,909                         | 18,012,583            | 15.58%                 |
| Kelso Investment Associates VIII, L.P.           | 2007         | Corporate Finance/Buyout - Large   | 20,000,000        | 7,313,360       | 410,998                            | 6,241,453             | (7.24%)                |
| Khosla Ventures IV, L.P.                         | 2011         | Venture Capital - Early Stage      | 20,000,000        | -               | -                                  | -                     | N/A                    |
| KKR 1996 Fund, LP                                | 1997         | Corporate Finance/Buyout - Mega    | 25,000,000        | 26,291,598      | 45,826,574                         | 1,164,273             | 13.21%                 |
| KKR 2006 Fund, L.P.                              | 2006         | Corporate Finance/Buyout - Mega    | 30,000,000        | 26,103,211      | 5,623,130                          | 24,985,142            | 4.89%                  |
| KKR European Fund II, L.P.                       | 2005         | Corporate Finance/Buyout - Large   | 15,000,000        | 15,898,686      | 4,066,872                          | 11,905,123            | 0.12%                  |
| Levine Leichtman Capital Partners III, L.P.      | 2003         | Corporate Finance/Buyout - Small   | 20,000,000        | 21,555,422      | 16,719,182                         | 10,520,270            | 9.02%                  |
| Levine Leichtman Capital Partners IV, L.P.       | 2008         | Corporate Finance/Buyout - Mid     | 20,000,000        | 10,384,800      | 3,171,630                          | 10,504,062            | 24.25%                 |
| Lindsay Goldberg & Bessemer II, L.P.             | 2006         | Corporate Finance/Buyout - Large   | 20,000,000        | 17,866,168      | 2,784,069                          | 16,582,474            | 2.56%                  |
| Lindsay Goldberg III, L.P.                       | 2008         | Corporate Finance/Buyout - Large   | 20,000,000        | 5,070,116       | 171,642                            | 4,356,628             | (9.49%)                |
| Madison Dearborn Capital Partners III, L.P.      | 1999         | Corporate Finance/Buyout - Large   | 16,000,000        | 16,028,469      | 23,822,748                         | 585,355               | 8.59%                  |
| Madison Dearborn Capital Partners IV, L.P.       | 2000         | Corporate Finance/Buyout - Large   | 25,000,000        | 25,260,125      | 29,946,541                         | 13,940,628            | 14.40%                 |



# Core Portfolio by Partnership Name – June 30, 2011



| Investment Name                                    | Vintage Year | Investment Strategy                | Capital Committed | Paid-In Capital | Capital Distributed <sup>(1)</sup> | Reported Market Value | Net IRR <sup>(2)</sup> |
|--|--------------|------------------------------------|-------------------|-----------------|------------------------------------|-----------------------|------------------------|
| Menlo Ventures IX, L.P.                            | 2001         | Venture Capital - Multi-Stage (VC) | 20,000,000        | 20,000,000      | 14,419,145                         | 6,553,562             | 0.99%                  |
| Menlo Ventures VII, L.P.                           | 1997         | Venture Capital - Early Stage      | 5,000,000         | 5,000,000       | 23,373,679                         | 120,801               | 135.80%                |
| Menlo Ventures VIII, L.P.                          | 1999         | Venture Capital - Multi-Stage (VC) | 18,000,000        | 18,000,000      | 5,948,726                          | 2,048,509             | (14.48%)               |
| Nautic Partners V, L.P.                            | 2000         | Corporate Finance/Buyout - Mid     | 15,000,000        | 14,435,288      | 20,357,404                         | 6,746,321             | 16.46%                 |
| New Enterprise Associates 13, L.P.                 | 2009         | Venture Capital - Multi-Stage (VC) | 15,000,000        | 6,075,000       | 573,901                            | 6,130,174             | 11.14%                 |
| New Mountain Partners III, L.P.                    | 2007         | Corporate Finance/Buyout - Large   | 20,000,000        | 13,099,193      | 2,133,402                          | 11,151,893            | 1.00%                  |
| Newbridge Asia IV, L.P.                            | 2005         | Growth Equity                      | 10,000,000        | 10,566,125      | 9,195,056                          | 11,819,575            | 22.26%                 |
| Nordic Capital V, L.P.                             | 2003         | Corporate Finance/Buyout - Mid     | 15,688,733        | 15,800,740      | 10,369,835                         | 30,003,253            | 22.24%                 |
| Oak Investment Partners XII, L.P.                  | 2006         | Growth Equity                      | 15,000,000        | 13,473,373      | 2,043,305                          | 12,351,357            | 2.51%                  |
| OCM Opportunities Fund II, L.P.                    | 1997         | Distressed Debt - Non-Control      | 11,000,000        | 11,000,000      | 16,613,336                         | 1,945                 | 8.44%                  |
| OCM Opportunities Fund III, L.P.                   | 1999         | Distressed Debt - Non-Control      | 10,000,000        | 10,500,000      | 15,358,596                         | 114,958               | 11.92%                 |
| OCM Opportunities Fund IV, L.P.                    | 2001         | Distressed Debt - Non-Control      | 10,000,000        | 10,000,000      | 16,463,298                         | 24,391                | 28.38%                 |
| OCM Opportunities Fund V, L.P.                     | 2004         | Distressed Debt - Non-Control      | 7,100,000         | 7,100,000       | 9,742,001                          | 1,743,392             | 14.63%                 |
| OCM Opportunities Fund VII, L.P.                   | 2007         | Distressed Debt - Non-Control      | 10,000,000        | 10,000,000      | 5,073,854                          | 7,870,304             | 8.35%                  |
| OCM Opportunities Fund VII-B, L.P.                 | 2008         | Distressed Debt - Non-Control      | 10,000,000        | 9,000,000       | 4,050,000                          | 10,391,734            | 21.53%                 |
| OCM Opportunities Fund, LP                         | 1995         | Distressed Debt - Non-Control      | 11,000,000        | 11,002,050      | 18,020,235                         | -                     | 10.30%                 |
| Olympus Growth Fund IV, L.P.                       | 2003         | Corporate Finance/Buyout - Small   | 7,700,000         | 7,440,871       | 5,819,145                          | 4,621,010             | 8.66%                  |
| Onex Partners, L.P.                                | 2003         | Corporate Finance/Buyout - Mid     | 20,000,000        | 18,795,746      | 36,459,319                         | 15,383,499            | 40.71%                 |
| Permira Europe III, L.P.                           | 2003         | Corporate Finance/Buyout - Large   | 24,954,498        | 24,954,498      | 31,544,715                         | 9,925,991             | 30.75%                 |
| Permira Europe IV, L.P.                            | 2006         | Corporate Finance/Buyout - Mega    | 15,386,598        | 12,101,238      | 148,456                            | 13,619,536            | 4.53%                  |
| Pharos Capital Partners II-A, L.P.                 | 2005         | Corporate Finance/Buyout - Small   | 5,000,000         | 4,300,000       | 1,178,414                          | 5,359,811             | 12.93%                 |
| Polaris Venture Partners V, L.P.                   | 2006         | Venture Capital - Multi-Stage (VC) | 15,000,000        | 11,550,000      | 846,450                            | 13,019,937            | 7.45%                  |
| Polaris Venture Partners VI, L.P.                  | 2011         | Venture Capital - Multi-Stage (VC) | 15,000,000        | 150,000         | -                                  | 128,589               | (14.27%)               |
| Providence Equity Partners V, L.P. <sup>(4)</sup>  | 2005         | Corporate Finance/Buyout - Large   | 18,000,000        | 18,189,552      | 5,978,310                          | 17,753,566            | 5.90%                  |
| Providence Equity Partners VI, L.P. <sup>(4)</sup> | 2007         | Corporate Finance/Buyout - Mega    | 30,000,000        | 25,866,979      | 4,781,974                          | 24,217,286            | 4.91%                  |
| Providence TMT Debt Opportunity Fund II, L.P.      | 2010         | Distressed Debt - Control          | 20,000,000        | 8,480,949       | 55,249                             | 8,688,778             | 3.50%                  |
| Resolute Fund, L.P.                                | 2002         | Corporate Finance/Buyout - Mid     | 20,000,000        | 19,354,795      | 16,709,221                         | 21,379,946            | 16.04%                 |
| Richland Ventures III, L.P.                        | 1999         | Venture Capital - Late Stage       | 18,000,000        | 18,000,000      | 15,220,527                         | 40,091                | (3.02%)                |
| Spark Capital II, L.P.                             | 2008         | Venture Capital - Early Stage      | 9,750,000         | 6,534,840       | 2,715,878                          | 13,695,925            | 66.39%                 |
| Spark Capital III, L.P.                            | 2011         | Venture Capital - Early Stage      | 10,000,000        | 1,300,000       | -                                  | 1,200,579             | (13.95%)               |
| Spark Capital, L.P.                                | 2005         | Venture Capital - Early Stage      | 9,000,000         | 8,100,000       | 1,773,850                          | 6,593,865             | 1.14%                  |
| TA X, L.P.   | 2006         | Growth Equity                      | 6,000,000         | 5,993,097       | 2,093,097                          | 4,245,457             | 1.97%                  |
| TA XI, L.P.  | 2010         | Growth Equity                      | 20,000,000        | 3,700,000       | -                                  | 4,003,631             | 16.19%                 |

# Core Portfolio by Partnership Name – June 30, 2011



| Investment Name                              | Vintage Year | Investment Strategy                | Capital Committed      | Paid-In Capital        | Capital Distributed <sup>(1)</sup> | Reported Market Value | Net IRR <sup>(2)</sup> |
|--|--------------|------------------------------------|------------------------|------------------------|------------------------------------|-----------------------|------------------------|
| TCV V, L.P.                                  | 2004         | Venture Capital - Multi-Stage (VC) | 19,500,000             | 17,841,550             | 14,682,567                         | 12,838,493            | 10.58%                 |
| TCV VII, L.P.                                | 2008         | Growth Equity                      | 20,000,000             | 9,704,000              | 127,603                            | 10,608,130            | 9.35%                  |
| TCW/Crescent Mezzanine Partners IV, L.P.     | 2006         | Mezzanine                          | 10,000,000             | 10,337,997             | 5,892,349                          | 6,350,440             | 5.52%                  |
| TCW/Crescent Mezzanine Partners V, L.P.      | 2008         | Mezzanine                          | 10,000,000             | 6,056,020              | 1,545,675                          | 5,306,856             | 9.09%                  |
| Thoma Cressey Fund VI, L.P.                  | 1998         | Corporate Finance/Buyout - Small   | 5,000,000              | 4,909,444              | 4,160,405                          | 696,443               | (0.13%)                |
| Thomas H. Lee Equity Fund IV, L.P.           | 1998         | Corporate Finance/Buyout - Large   | 7,000,000              | 6,314,965              | 5,484,109                          | -                     | (2.61%)                |
| Thomas H. Lee Equity Fund V, L.P.            | 2001         | Corporate Finance/Buyout - Large   | 15,000,000             | 15,655,992             | 17,748,808                         | 6,752,845             | 13.45%                 |
| TPG Partners III, L.P.                       | 2000         | Corporate Finance/Buyout - Large   | 25,000,000             | 22,870,855             | 51,735,376                         | 3,784,091             | 24.65%                 |
| TPG Partners IV, L.P.                        | 2003         | Corporate Finance/Buyout - Large   | 25,000,000             | 27,320,962             | 22,867,109                         | 22,157,095            | 15.70%                 |
| TPG Partners V, L.P.                         | 2006         | Corporate Finance/Buyout - Mega    | 30,000,000             | 29,948,910             | 7,724,986                          | 17,610,623            | (5.64%)                |
| TPG Partners VI, L.P.                        | 2008         | Corporate Finance/Buyout - Mega    | 22,500,000             | 12,189,388             | 2,032,406                          | 9,928,456             | (1.77%)                |
| TPG STAR, L.P.                               | 2007         | Corporate Finance/Buyout - Mid     | 20,000,000             | 17,189,889             | 2,250,648                          | 21,566,608            | 18.87%                 |
| Trident Capital Fund V, L.P.                 | 2000         | Venture Capital - Multi-Stage (VC) | 10,587,999             | 10,253,751             | 7,652,012                          | 5,042,747             | 4.76%                  |
| Trident Capital Fund V, L.P. - Secondary     | 1999         | Venture Capital - Multi-Stage (VC) | 3,781,680              | 3,261,855              | 2,711,991                          | 1,801,096             | 9.16%                  |
| Trident Capital Fund VI, L.P.                | 2004         | Venture Capital - Multi-Stage (VC) | 8,500,000              | 8,500,000              | 1,617,648                          | 7,658,493             | 2.43%                  |
| VantagePoint Venture Partners IV, L.P.       | 2000         | Venture Capital - Multi-Stage (VC) | 15,000,000             | 15,100,405             | 6,254,281                          | 9,095,304             | 0.30%                  |
| Vestar Capital Partners IV, L.P.             | 2000         | Corporate Finance/Buyout - Large   | 17,000,000             | 16,537,983             | 20,956,697                         | 8,862,706             | 14.67%                 |
| Vista Equity Partners Fund III, L.P.         | 2007         | Corporate Finance/Buyout - Mid     | 25,000,000             | 19,621,434             | 11,881,827                         | 26,047,259            | 29.36%                 |
| Welsh, Carson, Anderson & Stowe IX, L.P.     | 2000         | Corporate Finance/Buyout - Large   | 15,000,000             | 14,400,000             | 19,201,466                         | 4,321,396             | 11.72%                 |
| Welsh, Carson, Anderson & Stowe VII, LP      | 1995         | Corporate Finance/Buyout - Large   | 15,000,000             | 15,000,000             | 32,309,805                         | 314,101               | 17.70%                 |
| Welsh, Carson, Anderson & Stowe VIII, L.P.   | 1998         | Corporate Finance/Buyout - Large   | 15,000,000             | 15,000,000             | 17,110,445                         | 2,210,214             | 3.13%                  |
| Weston Presidio Capital IV, L.P.             | 2000         | Growth Equity                      | 15,000,000             | 14,888,006             | 10,119,389                         | 5,482,914             | 1.01%                  |
| Weston Presidio Capital IV, L.P. - Secondary | 1999         | Venture Capital - Multi-Stage (VC) | 2,826,000              | 2,796,519              | 2,051,197                          | 1,111,375             | 3.22%                  |
| Yucaipa American Alliance Fund II, L.P.      | 2008         | Corporate Finance/Buyout - Mid     | 20,000,000             | 16,399,179             | 5,105,562                          | 18,107,077            | 22.20%                 |
| <b>Total Portfolio:</b>                      |              |                                    | <b>\$1,963,326,380</b> | <b>\$1,540,795,660</b> | <b>\$1,222,220,219</b>             | <b>\$996,541,096</b>  | <b>11.44%</b>          |

<sup>(1)</sup> Capital distributed includes callable returns of capital, which will increase the unfunded commitment.

<sup>(2)</sup> The IRR net of Hamilton Lane fees is 11.36%.

<sup>(3)</sup> The ratios and performance information (including but not limited to the cash-on-cash return, the investment multiple and the internal rate of return) have been calculated by HLA as LACERS's advisor.

<sup>(4)</sup> The data presented for Providence Equity Partners V, L.P. and Providence Equity Partners VI, L.P. is confidential and must be kept confidential except to the extent that disclosure is required by law. This information (a) does not necessarily accurately reflect the current or expected future performance of the Partnership.

<sup>(5)</sup> As requested by LACERS, investment data for the J.H. Whitney Funds has been aggregated. This includes LACERS' investment in Funds IV, V, VI, and VII.

<sup>(6)</sup> The June 30, 2011 financial statement for this investment was not available from the general partner at the time of completion of this report. The reported market value listed is based upon the reported market value from the prior quarter and adjusted forward for net cash flows.

<sup>(7)</sup> The aggregate IRR of partnerships within both the LACERS Core and Specialized Portfolio is 10.93%.

<sup>(8)</sup> The aggregate IRR of partnerships within the LACERS specialized portfolio is (0.66%).

# Specialized Portfolio by Partnership Name – June 30, 2011



| Investment Name                                   | Vintage Year | Investment Strategy      | Focus                   | Capital Committed    | Paid-In Capital      | Capital Distributed <sup>(2)</sup> | Reported Market Value | Net IRR        |
|---|--------------|--------------------------|-------------------------|----------------------|----------------------|------------------------------------|-----------------------|----------------|
| Angeleno Investors III, L.P.                      | 2010         | Venture Capital          | Energy /Clean Tech      | \$10,000,000         | \$1,400,000          | \$729                              | \$898,532             | (69.96%)       |
| Ares Distressed Securities Fund, L.P.             | 2007         | Distressed Debt          | Distressed Debt         | 10,000,000           | 10,171,330           | -                                  | 14,569,298            | 14.94%         |
| Carpenter Community BancFund-A, L.P.              | 2008         | Corporate Finance/Buyout | Community Banks         | 10,000,000           | 7,740,479            | 116,611                            | 7,466,825             | (1.23%)        |
| Craton Equity Investors I, L.P.                   | 2007         | Growth Equity            | CleanTech               | 10,000,000           | 8,021,789            | 420,230                            | 6,534,037             | (8.16%)        |
| DFJ Element I, L.P.                               | 2006         | Venture Capital          | CleanTech               | 8,000,000            | 7,018,106            | -                                  | 5,165,085             | (9.03%)        |
| DFJ Element II, L.P.                              | 2007         | Venture Capital          | Underserved California  | 10,000,000           | 3,690,000            | 1,631                              | 4,176,230             | 8.50%          |
| DFJ Frontier Fund II, L.P.                        | 2007         | Venture Capital          | CleanTech               | 5,000,000            | 2,756,113            | 58,304                             | 2,615,499             | (1.50%)        |
| NGEN II, L.P.                                     | 2006         | Venture Capital          | CleanTech: Materials    | 8,000,000            | 7,210,850            | 438,789                            | 2,429,208             | (32.90%)       |
| NGEN III, L.P.                                    | 2008         | Venture Capital          | CleanTech: Materials    | 10,000,000           | 4,373,587            | 407,410                            | 4,091,336             | 1.95%          |
| Nogales Investors Fund II, L.P.                   | 2006         | Corporate Finance/Buyout | Lower Middle Market     | 10,000,000           | 3,417,016            | 158,632                            | 3,075,029             | (2.56%)        |
| Palladium Equity Partners III, L.P.               | 2004         | Corporate Finance/Buyout | Hispanic-oriented       | 10,000,000           | 12,279,400           | 7,176,529                          | 7,563,526             | 8.48%          |
| Parish Capital I, L.P. <sup>(1)</sup>             | 2004         | Distressed Debt          | Small end of market     | 10,000,000           | 9,686,110            | 3,732,064                          | 7,200,614             | 3.89%          |
| Parish Capital II, L.P. <sup>(1)</sup>            | 2007         | Distressed Debt          | Small end of market     | 10,000,000           | 8,267,671            | 1,381,569                          | 7,760,858             | 3.67%          |
| Reliant Equity Partners, L.P. <sup>(1)</sup>      | 2004         | Corporate Finance/Buyout | Minority Focused        | 8,008,449            | 8,113,728            | 161,051                            | 115,429               | (59.28%)       |
| Rustic Canyon/Fontis Partners, L.P.               | 2006         | Venture Capital          | Underserved Markets     | 5,000,000            | 3,080,142            | 129,659                            | 2,802,030             | (1.77%)        |
| Saybrook Corporate Opportunity Fund, L.P.         | 2007         | Distressed Debt          | Distressed Debt         | 6,192,813            | 4,125,198            | 1,929,545                          | 3,134,644             | 15.60%         |
| Sector Performance Fund, L.P.                     | 2007         | Corporate Finance/Buyout | Energy, Food, and Media | 10,000,000           | 9,618,619            | 1,753,614                          | 4,553,529             | (17.24%)       |
| Spire Capital II, L.P.                            | 2007         | Corporate Finance/Buyout | BIMC Sectors            | 10,000,000           | 6,667,393            | 294,286                            | 7,750,762             | 7.82%          |
| St. Cloud Capital Partners II, L.P.               | 2008         | Mezzanine                | Lower Middle Market     | 5,000,000            | 3,837,881            | 1,430,031                          | 2,159,671             | (4.16%)        |
| StarVest Partners II, L.P.                        | 2007         | Venture Capital          | Later Stage             | 5,000,000            | 2,414,989            | 96,260                             | 1,874,038             | (15.14%)       |
| Sterling Venture Partners II, L.P. <sup>(1)</sup> | 2005         | Venture Capital          | Expansion Stage         | 8,000,000            | 8,006,256            | 123,539                            | 11,541,051            | 11.61%         |
| Vicente Capital Partners GEF, L.P.                | 2007         | Venture Capital          | Later Stage             | 10,000,000           | 3,679,981            | 316,765                            | 2,395,746             | (14.82%)       |
| Yucaipa American Alliance Fund I, L.P.            | 2005         | Corporate Finance/Buyout | Upper-Middle Market     | 11,446,599           | 11,613,499           | 7,950,859                          | 6,889,351             | 10.64%         |
| <b>Specialized Portfolio:</b>                     |              |                          |                         | <b>\$199,647,861</b> | <b>\$147,190,137</b> | <b>\$28,078,106</b>                | <b>\$116,762,328</b>  | <b>(0.66%)</b> |

<sup>(1)</sup> The June 30, 2011 financial statement for this investment was not available from the general partner at the time of completion of this report. The reported market value listed has been provided by Northern Trust.

<sup>(2)</sup> Capital distributed includes recallable returns of capital, which will increase the unfunded commitment.

# Core Portfolio by Partnership Name – March 31, 2011



| Investment Name                                 | Vintage Year | Investment Strategy                | Capital Committed | Paid-In Capital | Capital Distributed <sup>(1)</sup> | Reported Market Value | Net IRR <sup>(2)</sup> |
|---|--------------|------------------------------------|-------------------|-----------------|------------------------------------|-----------------------|------------------------|
| Acon-Bastion Partners II, L.P.                  | 2006         | Corporate Finance/Buyout - Small   | \$5,000,000       | \$4,358,160     | \$155,253                          | \$6,995,676           | 22.62%                 |
| Advent International GPE VI-A, L.P.             | 2008         | Corporate Finance/Buyout - Mid     | 20,000,000        | 11,022,805      | 622,805                            | 11,349,784            | 7.08%                  |
| Alchemy Investment Plan (LACERS)                | 1999         | Corporate Finance/Buyout - Small   | 42,436,886        | 40,000,023      | 38,513,410                         | 14,398,598            | 7.87%                  |
| American Securities Opportunities Fund II, L.P. | 2010         | Distressed Debt - Control          | 20,000,000        | 5,351,783       | 41,735                             | 6,012,328             | 15.16%                 |
| Apollo Investment Fund IV, L.P.                 | 1998         | Corporate Finance/Buyout - Large   | 5,000,000         | 5,067,557       | 7,021,566                          | 1,152,098             | 8.02%                  |
| Apollo Investment Fund VI, L.P.                 | 2006         | Corporate Finance/Buyout - Mega    | 15,000,000        | 17,474,134      | 6,050,148                          | 16,600,753            | 10.32%                 |
| Apollo Investment Fund VII, L.P.                | 2008         | Corporate Finance/Buyout - Mega    | 20,000,000        | 13,347,339      | 5,858,458                          | 12,060,235            | 26.24%                 |
| Austin Ventures VII, L.P.                       | 1999         | Venture Capital - Multi-Stage (VC) | 17,000,000        | 17,000,000      | 7,125,342                          | 5,513,492             | (4.81%)                |
| Austin Ventures VIII, L.P.                      | 2001         | Venture Capital - Multi-Stage (VC) | 8,300,000         | 8,603,867       | 2,695,742                          | 7,355,947             | 3.12%                  |
| Avenue Special Situations Fund IV, L.P.         | 2006         | Distressed Debt - Non-Control      | 10,000,000        | 12,589,797      | 13,620,761                         | 2,641,136             | 8.31%                  |
| Avenue Special Situations Fund V, L.P.          | 2007         | Distressed Debt - Non-Control      | 10,000,000        | 10,000,000      | 10,409,295                         | 3,090,351             | 12.50%                 |
| BC European Capital IX, L.P.                    | 2011         | Corporate Finance/Buyout - Large   | 21,002,680        | -               | -                                  | -                     | NA                     |
| Blackstone Capital Partners V, L.P.             | 2006         | Corporate Finance/Buyout - Mega    | 20,000,000        | 19,058,064      | 2,315,684                          | 16,583,442            | (0.28%)                |
| Carlyle Partners IV, L.P.                       | 2005         | Corporate Finance/Buyout - Mega    | 20,000,000        | 20,184,268      | 11,469,956                         | 18,908,383            | 10.90%                 |
| Carlyle Partners V, L.P.                        | 2007         | Corporate Finance/Buyout - Mega    | 30,000,000        | 19,705,987      | 2,021,886                          | 20,967,126            | 8.95%                  |
| CGW Southeast Partners III, L.P.                | 1996         | Corporate Finance/Buyout - Small   | 9,000,000         | 8,645,139       | 14,411,480                         | 347,970               | 9.26%                  |
| CGW Southeast Partners IV, L.P.                 | 1999         | Corporate Finance/Buyout - Small   | 10,000,000        | 8,536,566       | 12,855,607                         | 695,491               | 8.69%                  |
| Charterhouse Capital Partners IX, L.P.          | 2009         | Corporate Finance/Buyout - Large   | 19,711,989        | 3,453,736       | -                                  | 3,787,311             | 7.72%                  |
| Charterhouse Capital Partners VIII, L.P.        | 2006         | Corporate Finance/Buyout - Large   | 22,187,781        | 17,734,563      | -                                  | 15,954,833            | (2.89%)                |
| Chisholm Partners IV, L.P.                      | 1999         | Corporate Finance/Buyout - Small   | 9,000,000         | 8,841,251       | 7,859,403                          | 1,266,996             | 0.40%                  |
| CHP III, L.P.                                   | 2007         | Venture Capital - Early Stage      | 15,000,000        | 6,288,998       | -                                  | 4,206,147             | (19.58%)               |
| CHS Private Equity V, L.P.                      | 2005         | Corporate Finance/Buyout - Mid     | 20,000,000        | 18,608,728      | 2,195,292                          | 20,751,734            | 6.40%                  |
| CVC European Equity Partners II, L.P.           | 1998         | Corporate Finance/Buyout - Large   | 10,000,000        | 13,364,679      | 27,253,387                         | 1,545,234             | 20.48%                 |
| CVC European Equity Partners III, L.P.          | 2001         | Corporate Finance/Buyout - Large   | 15,000,000        | 14,474,207      | 34,616,745                         | 8,392,325             | 42.20%                 |
| CVC European Equity Partners IV, L.P.           | 2005         | Corporate Finance/Buyout - Mega    | 26,570,530        | 24,312,980      | 13,857,696                         | 18,702,503            | 11.59%                 |
| CVC European Equity Partners V, L.P.            | 2008         | Corporate Finance/Buyout - Mega    | 19,650,460        | 10,201,738      | 734,369                            | 10,850,714            | 11.25%                 |
| CVC European Equity Partners, LP <sup>(8)</sup> | 1996         | Corporate Finance/Buyout - Mid     | 10,000,000        | 9,753,529       | 24,358,828                         | 1,678,128             | 23.40%                 |
| EnCap Energy Capital Fund VIII, L.P.            | 2011         | Corporate Finance/Buyout - Large   | 15,000,000        | 472,500         | -                                  | 493,550               | 4.46%                  |
| Energy Capital Partners II, L.P.                | 2009         | Corporate Finance/Buyout - Large   | 20,000,000        | 4,546,636       | 302,048                            | 5,280,286             | 22.91%                 |
| Enhanced Equity Fund II, L.P.                   | 2010         | Corporate Finance/Buyout - Small   | 10,000,000        | 1,429,233       | 22                                 | 1,220,224             | (47.12%)               |
| Enhanced Equity Fund, L.P.                      | 2006         | Corporate Finance/Buyout - Small   | 10,000,000        | 9,504,308       | 239,537                            | 11,981,157            | 8.82%                  |

# Core Portfolio by Partnership Name – March 31, 2011



| Investment Name   | Vintage Year | Investment Strategy                | Capital Committed | Paid-In Capital | Capital Distributed <sup>(1)</sup> | Reported Market Value | Net IRR <sup>(2)</sup> |
|---|--------------|------------------------------------|-------------------|-----------------|------------------------------------|-----------------------|------------------------|
| Essex Woodlands Health Ventures Fund IV, L.P.               | 1998         | Venture Capital - Early Stage      | 4,000,000         | 4,000,000       | 4,438,440                          | 750,737               | 6.85%                  |
| Essex Woodlands Health Ventures Fund V, L.P.                | 2000         | Venture Capital - Multi-Stage (VC) | 10,000,000        | 10,000,000      | 8,600,871                          | 5,271,221             | 7.92%                  |
| Essex Woodlands Health Ventures Fund VI, L.P.               | 2004         | Venture Capital - Multi-Stage (VC) | 15,000,000        | 13,912,500      | 3,664,500                          | 12,484,261            | 3.47%                  |
| First Reserve Fund X, L.P.                                  | 2004         | Corporate Finance/Buyout - Mid     | 20,000,000        | 20,000,000      | 24,853,459                         | 13,980,000            | 37.32%                 |
| First Reserve Fund XI, L.P.                                 | 2006         | Corporate Finance/Buyout - Mega    | 30,000,000        | 23,662,250      | 6,844,734                          | 19,430,000            | 3.67%                  |
| First Reserve Fund XII, L.P.                                | 2008         | Corporate Finance/Buyout - Mega    | 25,000,000        | 13,051,566      | 1,085,460                          | 10,098,000            | (9.06%)                |
| Golder, Thoma, Cressey & Rauner Fund IX, L.P.               | 2006         | Corporate Finance/Buyout - Large   | 15,000,000        | 12,024,255      | 1,107,173                          | 11,200,389            | 1.43%                  |
| Golder, Thoma, Cressey & Rauner Fund V, LP <sup>(6)</sup>   | 1997         | Corporate Finance/Buyout - Mid     | 10,000,000        | 10,000,000      | 17,985,102                         | 240,166               | 11.01%                 |
| Golder, Thoma, Cressey & Rauner Fund VI, L.P.               | 1998         | Corporate Finance/Buyout - Mid     | 10,000,000        | 10,000,000      | 8,342,502                          | 414,562               | (4.82%)                |
| Golder, Thoma, Cressey & Rauner Fund VII, L.P.              | 2000         | Corporate Finance/Buyout - Mid     | 18,750,000        | 18,609,375      | 43,792,961                         | 92,965                | 21.85%                 |
| Golder, Thoma, Cressey & Rauner Fund VII-A, L.P.            | 2001         | Corporate Finance/Buyout - Mid     | 6,250,000         | 4,140,625       | 11,538,800                         | 25,733                | 83.04%                 |
| Golder, Thoma, Cressey & Rauner Fund VIII, L.P.             | 2003         | Corporate Finance/Buyout - Mid     | 20,000,000        | 18,316,734      | 25,512,438                         | 7,297,744             | 26.55%                 |
| Green Equity Investors V, L.P. <sup>(3)</sup>               | 2007         | Corporate Finance/Buyout - Large   | 20,000,000        | 14,528,313      | 3,600,329                          | 15,572,803            | 20.11%                 |
| Halifax Capital Partners II, L.P.                           | 2006         | Corporate Finance/Buyout - Small   | 10,000,000        | 7,314,966       | 3,117,346                          | 7,061,589             | 16.71%                 |
| Hellman & Friedman Capital Partners V, L.P.                 | 2004         | Corporate Finance/Buyout - Large   | 11,000,000        | 9,776,413       | 13,244,677                         | 10,215,590            | 30.27%                 |
| Hellman & Friedman Capital Partners VI, L.P. <sup>(6)</sup> | 2007         | Corporate Finance/Buyout - Mega    | 20,000,000        | 17,603,694      | 3,181,006                          | 17,288,931            | 6.21%                  |
| Hellman & Friedman Capital Partners VII, L.P.               | 2011         | Corporate Finance/Buyout - Mega    | 20,000,000        | -               | -                                  | -                     | NA                     |
| InterWest Partners VI, L.P.                                 | 1997         | Venture Capital - Early Stage      | 5,000,000         | 5,000,000       | 14,585,588                         | 237,874               | 48.89%                 |
| The J.H. Whitney Funds <sup>(5)</sup>                       | 1999         | Corporate Finance/Buyout - Large   | 75,000,000        | 49,918,497      | 31,851,055                         | 18,598,453            | 0.23%                  |
| Kelso Investment Associates VI, L.P.                        | 1998         | Corporate Finance/Buyout - Mid     | 5,000,000         | 4,309,418       | 5,982,794                          | -                     | 9.31%                  |
| Kelso Investment Associates VII, L.P.                       | 2004         | Corporate Finance/Buyout - Mid     | 18,000,000        | 17,851,354      | 11,074,167                         | 17,953,475            | 15.41%                 |
| Kelso Investment Associates VIII, L.P.                      | 2007         | Corporate Finance/Buyout - Large   | 20,000,000        | 7,134,527       | 398,427                            | 6,462,146             | (3.58%)                |
| KKR 1996 Fund, LP   | 1997         | Corporate Finance/Buyout - Mega    | 25,000,000        | 26,290,275      | 44,980,943                         | 1,868,121             | 13.19%                 |
| KKR 2006 Fund, L.P.   | 2006         | Corporate Finance/Buyout - Mega    | 30,000,000        | 25,955,211      | 4,991,245                          | 24,781,515            | 4.46%                  |
| KKR European Fund II, L.P.                                  | 2005         | Corporate Finance/Buyout - Large   | 15,000,000        | 15,875,365      | 3,266,280                          | 12,182,185            | (0.73%)                |
| Levine Leichtman Capital Partners III, L.P.                 | 2003         | Corporate Finance/Buyout - Small   | 20,000,000        | 21,475,422      | 16,492,138                         | 11,155,196            | 9.97%                  |
| Levine Leichtman Capital Partners IV, L.P.                  | 2008         | Corporate Finance/Buyout - Mid     | 20,000,000        | 9,888,117       | 1,340,845                          | 10,366,998            | 17.06%                 |
| Lindsay Goldberg & Bessemer II, L.P.                        | 2006         | Corporate Finance/Buyout - Large   | 20,000,000        | 17,866,168      | 1,575,372                          | 16,965,795            | 1.26%                  |
| Lindsay Goldberg III, L.P.                                  | 2008         | Corporate Finance/Buyout - Large   | 20,000,000        | 4,382,868       | 142,209                            | 3,581,213             | (14.59%)               |
| Madison Dearborn Capital Partners III, L.P.                 | 1999         | Corporate Finance/Buyout - Large   | 16,000,000        | 16,028,469      | 23,822,748                         | 630,453               | 8.63%                  |
| Madison Dearborn Capital Partners IV, L.P.                  | 2000         | Corporate Finance/Buyout - Large   | 25,000,000        | 25,260,125      | 25,552,842                         | 20,267,140            | 15.59%                 |



# Core Portfolio by Partnership Name – March 31, 2011



| Investment Name                                    | Vintage Year | Investment Strategy                | Capital Committed | Paid-In Capital | Capital Distributed <sup>(1)</sup> | Reported Market Value | Net IRR <sup>(2)</sup> |
|--|--------------|------------------------------------|-------------------|-----------------|------------------------------------|-----------------------|------------------------|
| Menlo Ventures IX, L.P.                            | 2001         | Venture Capital - Multi-Stage (VC) | 20,000,000        | 20,000,000      | 14,215,641                         | 6,710,306             | 0.96%                  |
| Menlo Ventures VII, L.P.                           | 1997         | Venture Capital - Early Stage      | 5,000,000         | 5,000,000       | 23,373,679                         | 120,352               | 135.80%                |
| Menlo Ventures VIII, L.P.                          | 1999         | Venture Capital - Multi-Stage (VC) | 18,000,000        | 18,000,000      | 5,948,726                          | 2,142,116             | (14.43%)               |
| Nautic Partners V, L.P.                            | 2000         | Corporate Finance/Buyout - Mid     | 15,000,000        | 14,432,517      | 19,465,460                         | 7,002,708             | 16.20%                 |
| New Enterprise Associates 13, L.P.                 | 2009         | Venture Capital - Multi-Stage (VC) | 15,000,000        | 5,100,000       | 360,758                            | 4,845,861             | 2.50%                  |
| New Mountain Partners III, L.P.                    | 2007         | Corporate Finance/Buyout - Large   | 20,000,000        | 10,591,899      | 2,133,402                          | 8,480,720             | 0.14%                  |
| Newbridge Asia IV, L.P.                            | 2005         | Growth Equity                      | 10,000,000        | 10,566,125      | 9,195,056                          | 12,303,327            | 23.87%                 |
| Nordic Capital V, L.P.                             | 2003         | Corporate Finance/Buyout - Mid     | 15,688,733        | 15,800,740      | 9,793,649                          | 25,565,812            | 20.05%                 |
| Oak Investment Partners XII, L.P.                  | 2006         | Growth Equity                      | 15,000,000        | 12,887,574      | 1,916,930                          | 11,606,601            | 1.90%                  |
| OCM Opportunities Fund II, L.P.                    | 1997         | Distressed Debt - Non-Control      | 11,000,000        | 11,000,000      | 16,613,336                         | 927                   | 8.44%                  |
| OCM Opportunities Fund III, L.P.                   | 1999         | Distressed Debt - Non-Control      | 10,000,000        | 10,500,000      | 15,358,596                         | 114,869               | 11.93%                 |
| OCM Opportunities Fund IV, L.P.                    | 2001         | Distressed Debt - Non-Control      | 10,000,000        | 10,000,000      | 16,463,298                         | 24,660                | 28.38%                 |
| OCM Opportunities Fund V, L.P.                     | 2004         | Distressed Debt - Non-Control      | 7,100,000         | 7,100,000       | 9,571,479                          | 1,872,259             | 14.66%                 |
| OCM Opportunities Fund VII, L.P.                   | 2007         | Distressed Debt - Non-Control      | 10,000,000        | 10,000,000      | 4,073,854                          | 8,713,153             | 8.39%                  |
| OCM Opportunities Fund VII-B, L.P.                 | 2008         | Distressed Debt - Non-Control      | 10,000,000        | 9,000,000       | 2,742,794                          | 11,582,421            | 23.03%                 |
| OCM Opportunities Fund, LP                         | 1995         | Distressed Debt - Non-Control      | 11,000,000        | 11,002,050      | 18,020,235                         | -                     | 10.30%                 |
| Olympus Growth Fund IV, L.P.                       | 2003         | Corporate Finance/Buyout - Small   | 7,700,000         | 7,440,871       | 5,768,371                          | 4,500,751             | 8.47%                  |
| Onex Partners, L.P.                                | 2003         | Corporate Finance/Buyout - Mid     | 20,000,000        | 18,776,959      | 28,147,401                         | 24,247,823            | 41.70%                 |
| Permira Europe III, L.P.                           | 2003         | Corporate Finance/Buyout - Large   | 24,954,498        | 24,954,498      | 31,544,715                         | 9,334,916             | 30.79%                 |
| Permira Europe IV, L.P.                            | 2006         | Corporate Finance/Buyout - Mega    | 15,317,072        | 11,305,276      | 148,456                            | 11,468,723            | 0.97%                  |
| Pharos Capital Partners II-A, L.P.                 | 2005         | Corporate Finance/Buyout - Small   | 5,000,000         | 4,225,000       | 1,178,414                          | 5,109,929             | 12.85%                 |
| Polaris Venture Partners V, L.P.                   | 2006         | Venture Capital - Multi-Stage (VC) | 15,000,000        | 10,950,000      | 846,450                            | 11,921,697            | 6.54%                  |
| Polaris Venture Partners VI, L.P.                  | 2011         | Venture Capital - Multi-Stage (VC) | 15,000,000        | -               | -                                  | -                     | NA                     |
| Providence Equity Partners V, L.P. <sup>(4)</sup>  | 2005         | Corporate Finance/Buyout - Large   | 18,000,000        | 18,187,105      | 4,735,510                          | 18,220,995            | 5.38%                  |
| Providence Equity Partners VI, L.P. <sup>(4)</sup> | 2007         | Corporate Finance/Buyout - Mega    | 30,000,000        | 24,516,388      | 3,111,598                          | 23,255,650            | 3.25%                  |
| Providence TMT Debt Opportunity Fund II, L.P.      | 2010         | Distressed Debt - Control          | 20,000,000        | 7,913,353       | -                                  | 7,953,287             | 0.55%                  |
| Resolute Fund, L.P.                                | 2002         | Corporate Finance/Buyout - Mid     | 20,000,000        | 19,354,795      | 15,063,021                         | 21,990,118            | 15.90%                 |
| Richland Ventures III, L.P.                        | 1999         | Venture Capital - Late Stage       | 18,000,000        | 18,000,000      | 14,298,787                         | 961,592               | (3.04%)                |
| Spark Capital II, L.P.                             | 2008         | Venture Capital - Early Stage      | 9,750,000         | 5,915,715       | 2,715,878                          | 13,138,491            | 75.66%                 |
| Spark Capital III, L.P.                            | 2011         | Venture Capital - Early Stage      | 10,000,000        | 400,000         | -                                  | 362,811               | (9.30%)                |
| Spark Capital, L.P.                                | 2005         | Venture Capital - Early Stage      | 9,000,000         | 8,100,000       | 1,773,850                          | 5,666,349             | (3.22%)                |

# Core Portfolio by Partnership Name – March 31, 2011



| Investment Name                              | Vintage Year | Investment Strategy                | Capital Committed      | Paid-In Capital        | Capital Distributed <sup>(1)</sup> | Reported Market Value | Net IRR <sup>(2)</sup> |
|--|--------------|------------------------------------|------------------------|------------------------|------------------------------------|-----------------------|------------------------|
| TA X, L.P.                                   | 2006         | Growth Equity                      | 6,000,000              | 5,983,070              | 1,573,070                          | 4,678,287             | 1.64%                  |
| TA XI, L.P.                                  | 2010         | Growth Equity                      | 20,000,000             | 2,400,000              | -                                  | 2,495,080             | 6.59%                  |
| TCV V, L.P.                                  | 2004         | Venture Capital - Multi-Stage (VC) | 19,500,000             | 17,841,550             | 14,682,567                         | 13,529,849            | 11.42%                 |
| TCV VII, L.P.                                | 2008         | Growth Equity                      | 20,000,000             | 8,484,000              | 127,603                            | 9,119,469             | 8.88%                  |
| TCW/Crescent Mezzanine Partners IV, L.P.     | 2006         | Mezzanine                          | 10,000,000             | 10,334,943             | 5,487,364                          | 6,626,758             | 5.41%                  |
| TCW/Crescent Mezzanine Partners V, L.P.      | 2008         | Mezzanine                          | 10,000,000             | 5,911,538              | 1,545,675                          | 5,016,835             | 8.66%                  |
| Thoma Cressey Fund VI, L.P.                  | 1998         | Corporate Finance/Buyout - Small   | 5,000,000              | 4,909,444              | 4,160,405                          | 586,250               | (0.43%)                |
| Thomas H. Lee Equity Fund IV, L.P.           | 1998         | Corporate Finance/Buyout - Large   | 7,000,000              | 6,314,965              | 5,484,109                          | -                     | (2.61%)                |
| Thomas H. Lee Equity Fund V, L.P.            | 2001         | Corporate Finance/Buyout - Large   | 15,000,000             | 15,647,420             | 17,645,743                         | 6,260,150             | 13.10%                 |
| TPG Partners III, L.P.                       | 2000         | Corporate Finance/Buyout - Large   | 25,000,000             | 22,870,855             | 50,924,967                         | 4,534,765             | 24.68%                 |
| TPG Partners IV, L.P.                        | 2003         | Corporate Finance/Buyout - Large   | 25,000,000             | 27,191,662             | 22,407,070                         | 22,114,254            | 15.97%                 |
| TPG Partners V, L.P.                         | 2006         | Corporate Finance/Buyout - Mega    | 30,000,000             | 29,948,910             | 7,641,240                          | 17,516,829            | (6.26%)                |
| TPG Partners VI, L.P.                        | 2008         | Corporate Finance/Buyout - Mega    | 22,500,000             | 11,497,474             | 1,746,158                          | 9,423,450             | (3.16%)                |
| TPG STAR, L.P.                               | 2007         | Corporate Finance/Buyout - Mid     | 20,000,000             | 15,221,471             | 1,700,624                          | 17,588,059            | 13.93%                 |
| Trident Capital Fund V, L.P.                 | 2000         | Venture Capital - Multi-Stage (VC) | 10,587,999             | 10,253,751             | 7,040,115                          | 5,668,445             | 4.89%                  |
| Trident Capital Fund V, L.P. - Secondary     | 1999         | Venture Capital - Multi-Stage (VC) | 3,781,680              | 3,261,855              | 2,493,442                          | 2,024,574             | 9.43%                  |
| Trident Capital Fund VI, L.P.                | 2004         | Venture Capital - Multi-Stage (VC) | 8,500,000              | 8,500,000              | 1,617,648                          | 7,161,327             | 0.95%                  |
| VantagePoint Venture Partners IV, L.P.       | 2000         | Venture Capital - Multi-Stage (VC) | 15,000,000             | 15,100,405             | 6,254,281                          | 9,002,684             | 0.20%                  |
| Vestar Capital Partners IV, L.P.             | 2000         | Corporate Finance/Buyout - Large   | 17,000,000             | 16,537,983             | 19,912,154                         | 9,773,671             | 14.78%                 |
| Vista Equity Partners Fund III, L.P.         | 2007         | Corporate Finance/Buyout - Mid     | 25,000,000             | 19,620,492             | 11,824,151                         | 24,424,787            | 29.28%                 |
| Welsh, Carson, Anderson & Stowe IX, L.P.     | 2000         | Corporate Finance/Buyout - Large   | 15,000,000             | 14,400,000             | 18,681,855                         | 4,439,191             | 11.50%                 |
| Welsh, Carson, Anderson & Stowe VII, LP      | 1995         | Corporate Finance/Buyout - Large   | 15,000,000             | 15,000,000             | 32,309,805                         | 306,469               | 17.70%                 |
| Welsh, Carson, Anderson & Stowe VIII, L.P.   | 1998         | Corporate Finance/Buyout - Large   | 15,000,000             | 15,000,000             | 16,538,706                         | 2,685,110             | 3.08%                  |
| Weston Presidio Capital IV, L.P.             | 2000         | Growth Equity                      | 15,000,000             | 14,837,294             | 8,419,812                          | 7,029,975             | 0.89%                  |
| Weston Presidio Capital IV, L.P. - Secondary | 1999         | Venture Capital - Multi-Stage (VC) | 2,826,000              | 2,786,240              | 1,706,694                          | 1,424,963             | 3.13%                  |
| Yucaipa American Alliance Fund II, L.P.      | 2008         | Corporate Finance/Buyout - Mid     | 20,000,000             | 15,767,251             | 4,852,678                          | 17,095,379            | 22.94%                 |
| <b>Total Portfolio:</b>                      |              |                                    | <b>\$1,922,066,308</b> | <b>\$1,514,752,518</b> | <b>\$1,158,930,186</b>             | <b>\$997,005,042</b>  | <b>11.33%</b>          |

<sup>(1)</sup> Capital distributed includes recallable returns of capital, which will increase the unfunded commitment.

<sup>(2)</sup> The IRR net of Hamilton Lane fees is 11.25%.

<sup>(3)</sup> The ratios and performance information (including but not limited to the cash-on-cash return, the investment multiple and the internal rate of return) have been calculated by HLA as LACERS's advisor.

<sup>(4)</sup> The data presented for Providence Equity Partners V, L.P. and Providence Equity Partners VI, L.P. is confidential and must be kept confidential except to the extent that disclosure is required by law. This information (a) does not necessarily accurately reflect the current or expected future performance of the Partnership.

<sup>(5)</sup> As requested by LACERS, investment data for the J.H. Whitney Funds has been aggregated. This includes LACERS' investment in Funds IV, V, VI, and VII.

<sup>(6)</sup> The aggregate IRR of partnerships managed by Hamilton Lane and Pension Consulting Alliance for LACERS is 10.81%, as reported by Northern Trust.

<sup>(7)</sup> The aggregate IRR of partnerships managed by Pension Consulting Alliance for LACERS is (1.03%), as reported by Northern Trust.

<sup>(8)</sup> The March 31, 2011 financial statement for this investment was not available from the general partner at the time of completion of this report. The reported market value listed is based upon the reported market value from the prior quarter and adjusted forward for net cash flows.

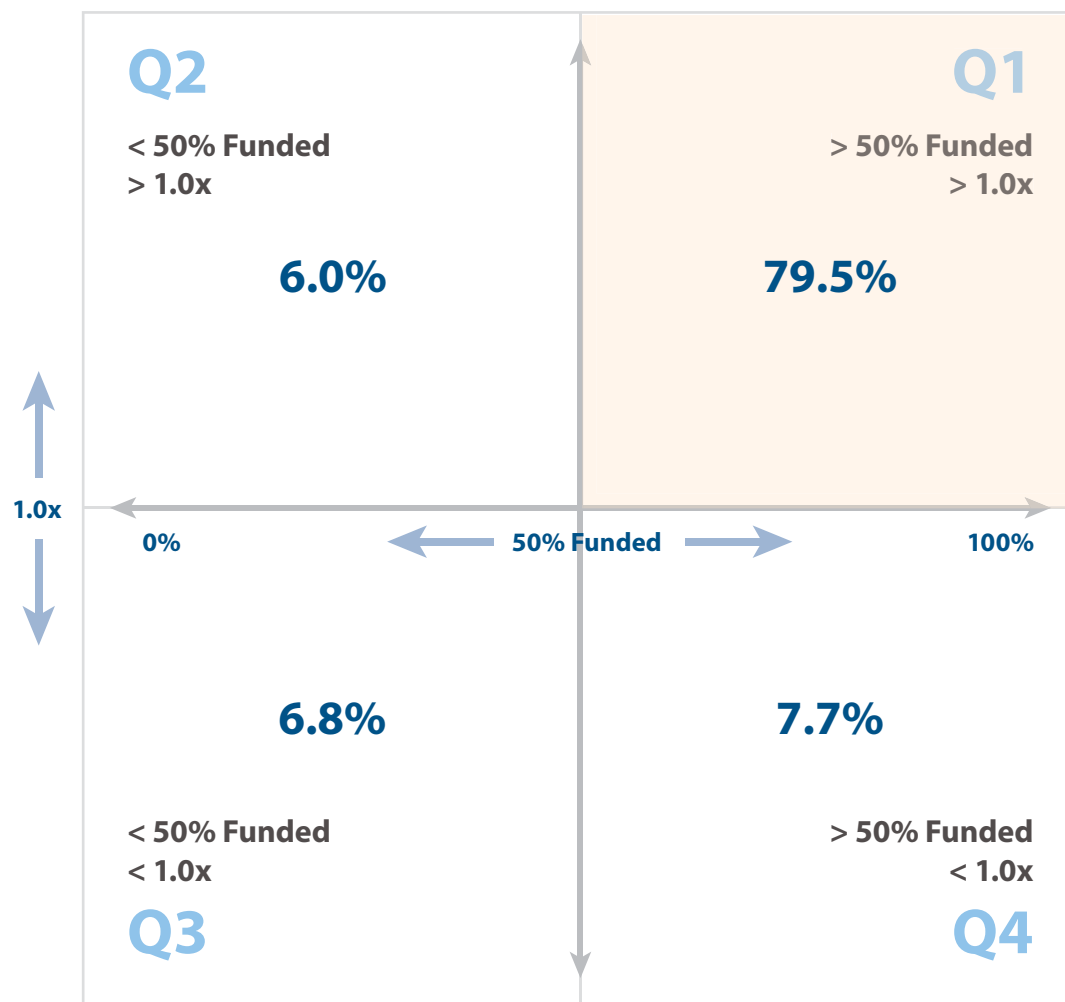
# Specialized Portfolio by Partnership Name – March 31, 2011



| Investment Name                           | Vintage Year | Investment Strategy      | Focus                   | Capital Committed    | Paid-In Capital      | Capital Distributed <sup>(1)</sup> | Reported Market Value | Net IRR        |
|---|--------------|--------------------------|-------------------------|----------------------|----------------------|------------------------------------|-----------------------|----------------|
| Angeleno Investors III, L.P.              | 2010         | Venture Capital          | Energy /Clean Tech      | \$10,000,000         | \$600,000            | -                                  | \$102,519             | (82.91%)       |
| Ares Distressed Securities Fund, L.P.     | 2007         | Distressed Debt          | Distressed Debt         | 10,000,000           | 10,171,330           | -                                  | 14,315,009            | 15.77%         |
| Carpenter Community BancFund-A, L.P.      | 2008         | Corporate Finance/Buyout | Community Banks         | 10,000,000           | 7,740,479            | 116,611                            | 7,400,254             | (2.05%)        |
| Craton Equity Investors I, L.P.           | 2007         | Growth Equity            | CleanTech               | 10,000,000           | 7,352,354            | 420,230                            | 5,919,973             | (8.87%)        |
| DFJ Element I, L.P.                       | 2006         | Venture Capital          | CleanTech               | 8,000,000            | 7,018,106            | -                                  | 5,190,185             | (9.62%)        |
| DFJ Element II, L.P.                      | 2007         | Venture Capital          | Underserved California  | 10,000,000           | 3,400,000            | 1,631                              | 3,925,244             | 10.84%         |
| DFJ Frontier Fund II, L.P.                | 2007         | Venture Capital          | CleanTech               | 5,000,000            | 2,506,113            | 36,887                             | 2,159,325             | (6.69%)        |
| NGEN II, L.P.                             | 2006         | Venture Capital          | CleanTech: Materials    | 8,000,000            | 6,940,374            | 438,789                            | 2,555,447             | (31.03%)       |
| NGEN III, L.P.                            | 2008         | Venture Capital          | CleanTech: Materials    | 10,000,000           | 4,241,612            | 407,410                            | 3,769,692             | (1.21%)        |
| Nogales Investors Fund II, L.P.           | 2006         | Corporate Finance/Buyout | Lower Middle Market     | 10,000,000           | 3,200,046            | 93,426                             | 2,882,653             | (3.53%)        |
| Palladium Equity Partners III, L.P.       | 2004         | Corporate Finance/Buyout | Hispanic-oriented       | 10,000,000           | 12,279,400           | 6,844,958                          | 7,634,426             | 8.15%          |
| Parish Capital I, L.P.                    | 2004         | Distressed Debt          | Small end of market     | 10,000,000           | 9,576,193            | 3,325,810                          | 7,524,204             | 4.19%          |
| Parish Capital II, L.P.                   | 2007         | Distressed Debt          | Small end of market     | 10,000,000           | 8,267,671            | 1,148,953                          | 7,993,474             | 3.98%          |
| Reliant Equity Partners, L.P.             | 2004         | Corporate Finance/Buyout | Minority Focused        | 8,008,449            | 8,113,728            | 161,051                            | 115,429               | (61.56%)       |
| Rustic Canyon/Fontis Partners, L.P.       | 2006         | Venture Capital          | Underserved Markets     | 5,000,000            | 3,080,142            | 129,659                            | 2,748,247             | (2.66%)        |
| Saybrook Corporate Opportunity Fund, L.P. | 2007         | Distressed Debt          | Distressed Debt         | 6,192,813            | 4,125,198            | 1,876,028                          | 3,175,973             | 17.26%         |
| Sector Performance Fund, L.P.             | 2007         | Corporate Finance/Buyout | Energy, Food, and Media | 10,000,000           | 9,618,619            | 1,753,614                          | 4,582,482             | (18.52%)       |
| Spire Capital II, L.P.                    | 2007         | Corporate Finance/Buyout | BIMC Sectors            | 10,000,000           | 6,667,393            | 294,286                            | 7,087,454             | 4.65%          |
| St. Cloud Capital Partners II, L.P.       | 2008         | Mezzanine                | Lower Middle Market     | 5,000,000            | 3,837,881            | 1,399,876                          | 2,171,159             | (4.96%)        |
| StarVest Partners II, L.P.                | 2007         | Venture Capital          | Later Stage             | 5,000,000            | 2,007,260            | 96,260                             | 1,491,606             | (17.00%)       |
| Sterling Venture Partners II, L.P.        | 2005         | Venture Capital          | Expansion Stage         | 8,000,000            | 8,006,256            | 123,539                            | 11,541,051            | 12.53%         |
| Vicente Capital Partners GEF, L.P.        | 2007         | Venture Capital          | Later Stage             | 10,000,000           | 3,629,981            | 316,765                            | 2,393,835             | (15.81%)       |
| Yucaipa American Alliance Fund I, L.P.    | 2005         | Corporate Finance/Buyout | Upper-Middle Market     | 11,446,599           | 11,613,499           | 7,950,859                          | 6,900,027             | 11.13%         |
| <b>Specialized Portfolio:</b>             |              |                          |                         | <b>\$199,647,861</b> | <b>\$143,993,635</b> | <b>\$26,936,642</b>                | <b>\$113,579,668</b>  | <b>(1.06%)</b> |

<sup>(1)</sup> Capital distributed includes recallable returns of capital, which will increase the unfunded commitment.



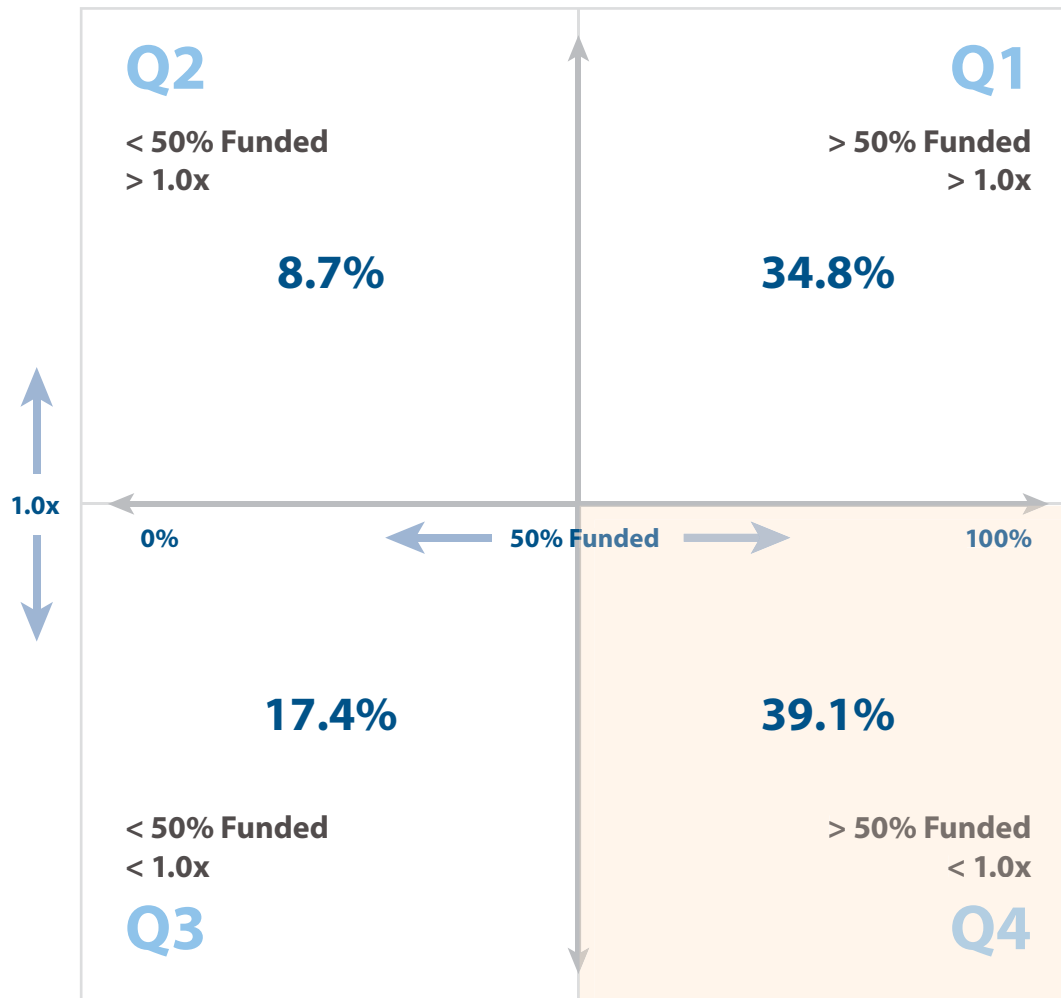


- 79.5% of the partnerships are over 50% funded and returning more than a 1.0x total value multiple
- 6.0% of the partnerships in the portfolio are less than 50% funded and returning more than a 1.0x total value multiple
- 6.8% of the partnerships in the portfolio are less than 50% funded and returning less than a 1.0x total value multiple
- 7.7% of the partnerships in the portfolio are more than 50% funded and returning less than a 1.0x total value multiple

The average age of commitments for the Core Portfolio is 6.7 years

As of June 30, 2011

Note: Funds that had not called capital as of June 30, 2011 were excluded from this analysis



- 34.8% of the partnerships are over 50% funded and returning more than a 1.0x total value multiple
- 8.7% of the partnerships in the portfolio are less than 50% funded and returning more than a 1.0x total value multiple
- 17.4% of the partnerships in the portfolio are less than 50% funded and returning less than a 1.0x total value multiple
- 39.1% of the partnerships in the portfolio are more than 50% funded and returning less than a 1.0x total value multiple

The average age of commitments for the Specialized Portfolio is 4.2 years

As of June 30, 2011

Note: Funds that had not called capital as of June 30, 2011 were excluded from this analysis