

Contact: Pam Elliott Cain

COMMITMENT TO COMMONFUND VENTURE CAPITAL

Action Requested: Receive the report on the venture capital investment commitment in a third Commonfund partnership, venture capital (CVP VIII), as recommended by Wilshire Associates, the Board's investment advisor and as approved by the Board in March.

Executive Summary: At its March 2005 meeting, the Board authorized changes that provided for additional asset classes and investment instruments in the investment portfolios that added private equity asset class. In March 2007, the Board approved investment opportunities for the private equity component of the Regent endowment portfolios as follows:

	<u>SUI</u>	<u>ISU</u>
➤ Capital Private Equity Partners VII, L.P. (CEP VII)	\$2.4 million	\$1.6 million
➤ Capital International Partners VI, L.P. (CIP VI)	\$1.2 million	\$0.8 million
➤ Venture Capital (name to be determined)	\$2.4 million	\$1.6 million

The universities have already invested in CEP VII and CIP VI.

Commonfund Capital's newest follow-on venture capital fund: Commonfund Capital Venture Partners VIII, L.P. ("CVP VIII") joins Commonfund Capital Private Equity Partners VII, L.P. ("CEP VII" has a focus on private equity opportunities in the U.S.) and Commonfund Capital International Partners VI, L.P. ("CIP VI" has a focus on private equity opportunities outside of the U.S.) to form the Commonfund's 2007 suite of private capital offerings. The Commonfund structures its funds to be complimentary.

The Commonfund plans on closing the new venture capital fund Commonfund Capital Venture Partners VIII, L.P. (CVP III) on July 27, 2007.

Commonfund Capital Venture Partners VIII, L.P. (CVP VIII) is a global, multi-stage, multi-sector, multi-manager program of venture capital investments. The fund seeks to achieve long-term capital appreciation and to generate attractive risk-adjusted net returns. There can be no assurance that these objectives will be met.

The Commonfund is a New York Membership corporation dedicated to a broad cross section of the nonprofit world, including higher education, public and private foundations, hospitals and health care providers. The Commonfund was founded in 1971 through a grant from the Ford Foundation and currently manages approximately \$37 billion in assets for more than 1,600 nonprofit clients (2006).

Investment in the Commonfund is authorized by Iowa Code §12B.10 (4d) and the Regent Policy Manual 7.04 E (4l).