

Pennsylvania Public School Employees' Retirement System



Public Market Emerging Investment Manager Program Overview

As of December 31, 2010

PSERS' Public Market Emerging Investment Manager Program
Roster of Managers as of December 31, 2010

- **Absolute Return**
 - Denali Advisors, LLC
- **U.S. Large Cap Equity**
 - EDMP, Inc.
- **U.S. Multi Cap Equity**
 - Hellman, Jordan Management Co., Inc.
- **U.S. Small Cap Equity**
 - Conestoga Capital Advisors
 - Opus Capital Management
 - AH Lisanti Capital Growth, LLC

PSERS' Public Market Emerging Investment Manager Program Roster of Managers as of December 31, 2010

- **U.S. Micro Cap Equity**
 - Ativo Capital Management, LLC
- **U.S. MLP Equity**
 - Harvest Funds Advisors, LLC
- **Emerging Markets Equity**
 - Westwood Global Investments, LLC
- **Global Equity**
 - John Hsu Capital Group, Inc.
 - Shah Capital Management, Inc.

PSERS' Public Market Emerging Investment Manager Program
Roster of Managers as of December 31, 2010

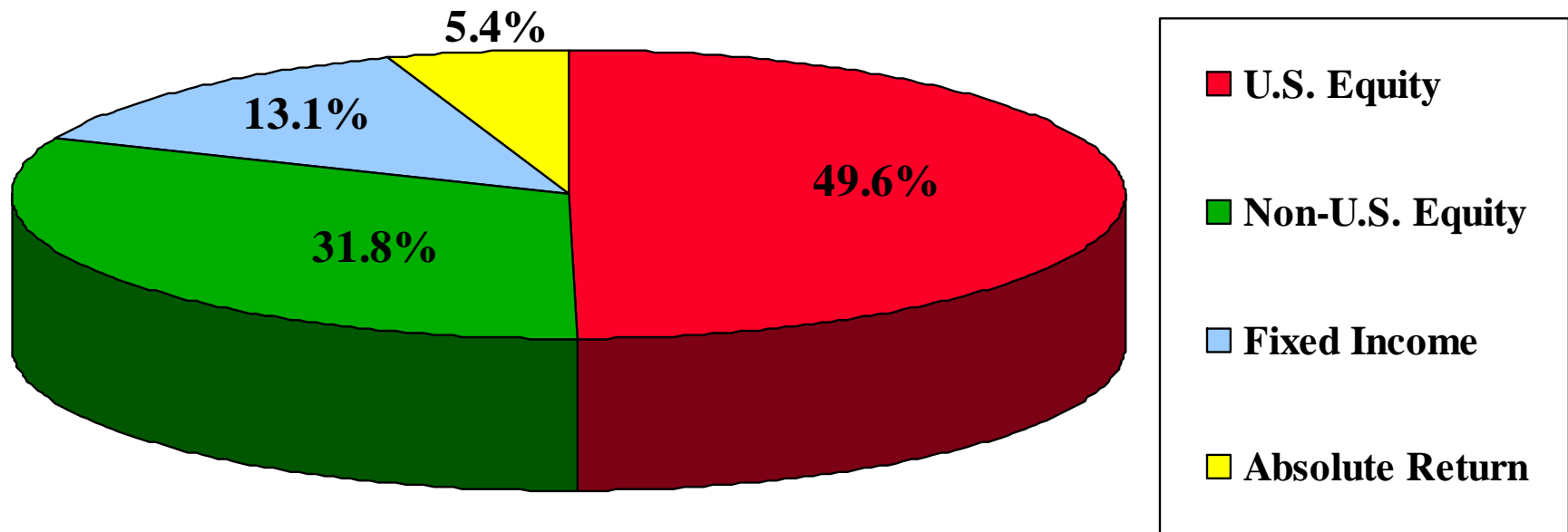
- **U.S. Core Fixed
Income**
 - Piedmont Investment
Advisors
 - Pugh Capital
Management, Inc.

PSERS' Public Market Emerging Investment Manager Program
Market Values as of December 31, 2010
(Unaudited)

<u>Asset Class</u>	<u>Market Value*</u> <u>(in millions)</u>	<u>% of</u> <u>Total</u>
Equity		
U.S. Equity	\$ 352.9	49.6%
Non-U.S. Equity	226.7	31.8%
Fixed Income		
Fixed Income	93.5	13.2%
Absolute Return		
Absolute Return	38.0	5.4%
<u>TOTAL PROGRAM</u>	<u>\$ 711.3</u>	<u>100.0%</u>

* - includes Cash, Cash Equivalents, and net asset value accounting adjustments.

PSEERS' Public Market Emerging Investment Manager Program
Asset Distribution as of December 31, 2010
(Unaudited)

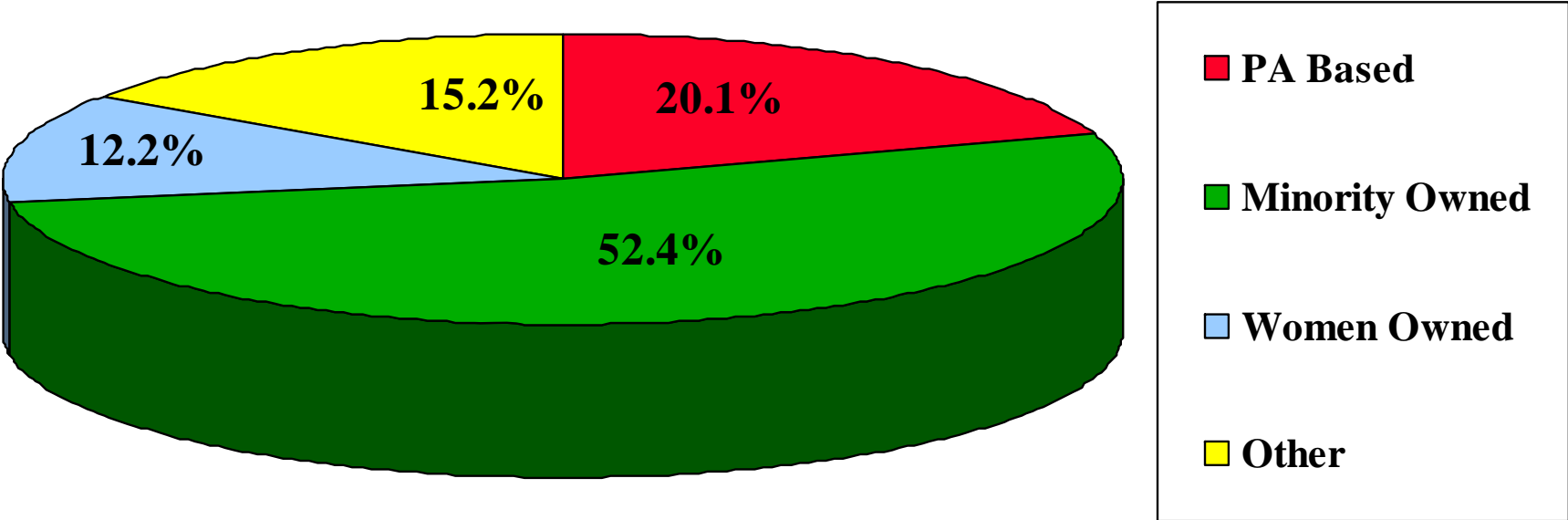


PSEERS' Public Market Emerging Investment Manager Program
Ownership Composition as of December 31, 2010
(Unaudited)

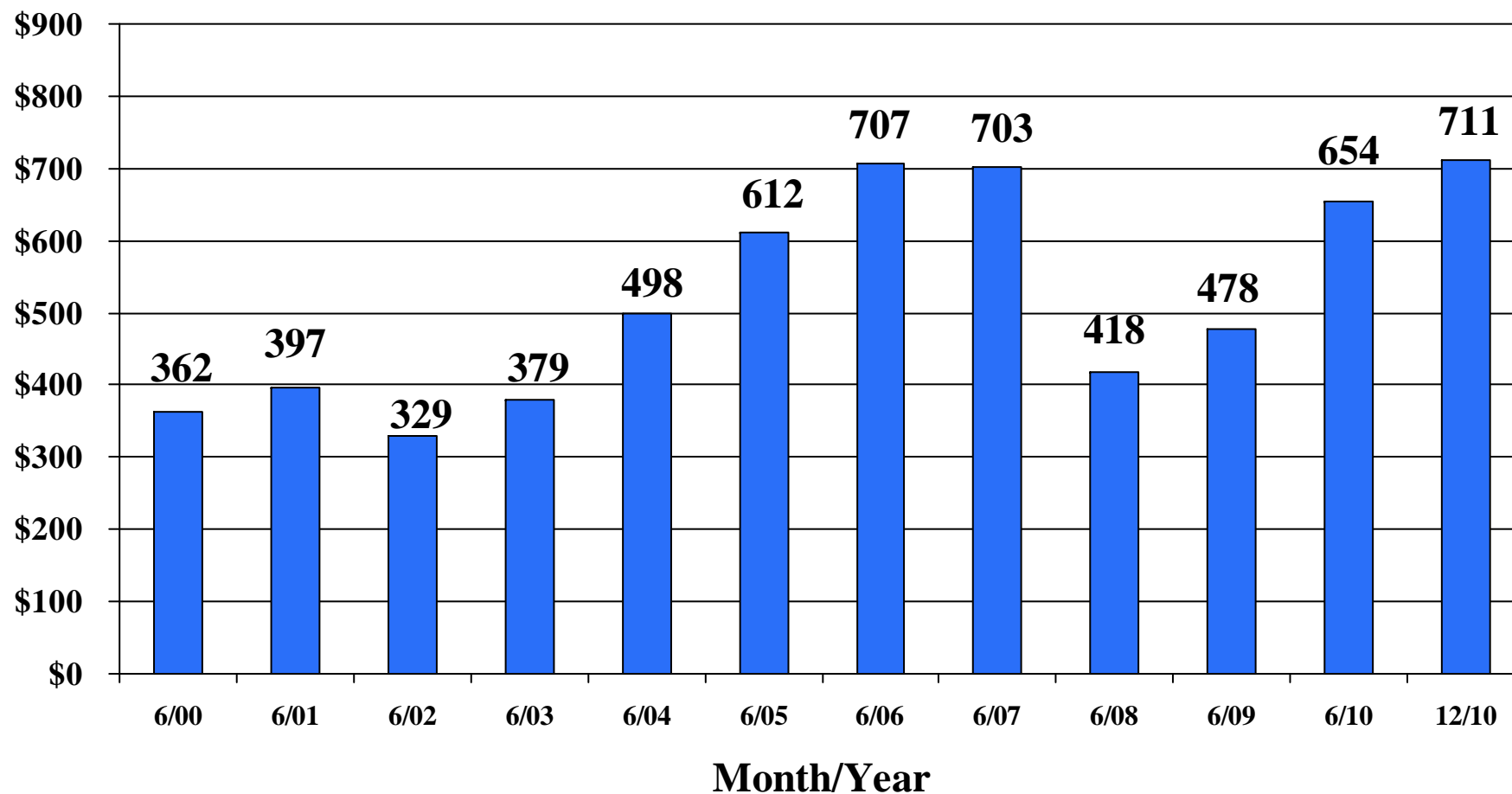
<u>Ownership Composition</u>	<u>Market Value*</u> <u>(in millions)</u>	<u>% of</u> <u>Total</u>
Pennsylvania Based	\$143.2	20.1%
Women Owned	86.6	12.2%
Minority Owned	372.7	52.4%
Other	108.7	15.3%
<u>TOTAL PROGRAM</u>	<u>\$ 711.3</u>	<u>100.0%</u>

* - includes Cash, Cash Equivalents, and net asset value accounting adjustments.

PSEERS' Public Market Emerging Investment Manager Program
Ownership Composition as of December 31, 2010
(Unaudited)



PSERS' Public Market Emerging Investment Manager Program Assets Under Management (in millions)



PSERS' Public Market Emerging Investment Manager Program
Annualized Performance (Net of Fees)
As of December 31, 2010

<u>Asset Class</u>	<u>Quarter</u>	<u>Fiscal Year to Date*</u>	<u>1 Year</u>	<u>3 Years</u>	<u>5 Years</u>
U.S. Equity	12.36%	25.42%	20.11%	0.62%	3.08%
Non-U.S. Equity	7.22	24.06	19.47	6.08	15.62
Fixed Income	-1.06	0.90	1.26	-5.05	-0.96
Absolute Return	-6.00	-1.42	4.03	N/A	N/A
TOTAL PROGRAM	7.83	18.18	16.52	-0.31	3.70
CUSTOM INDEX	8.12%	17.82%	15.37%	-0.63%	3.24%

N/A – No history available for this time period.

*PSERS' Fiscal Year ends on June 30.