

Pennsylvania Public School Employees' Retirement System



Public Market Emerging Investment Manager Program Overview

As of March 31, 2009

PSERS' Public Market Emerging Investment Manager Program
Roster of Managers as of March 31, 2009

- **U.S. Multi Cap Equity**

- The Biondo Group, LLC
- Denali Advisors, LLC

- **U.S. Large Cap Equity**

- Great Companies, Inc.
- Hanseatic Management Services, Inc.

PSERS' Public Market Emerging Investment Manager Program
Roster of Managers as of March 31, 2009

- **U.S. Small Cap Equity**
 - Conestoga Capital Advisors
 - Opus Capital Management
 - AH Lisanti Capital Growth, LLC
- **U.S. Micro Cap Equity**
 - Ativo Capital Management, LLC
- **U.S. Master Limited Partnerships (MLP) Equity**
 - Harvest Funds Advisors, LLC
- **Global Equity**
 - John Hsu Capital Group, Inc.
 - Shah Capital Management, Inc.

PSERS' Public Market Emerging Investment Manager Program
Roster of Managers as of March 31, 2009

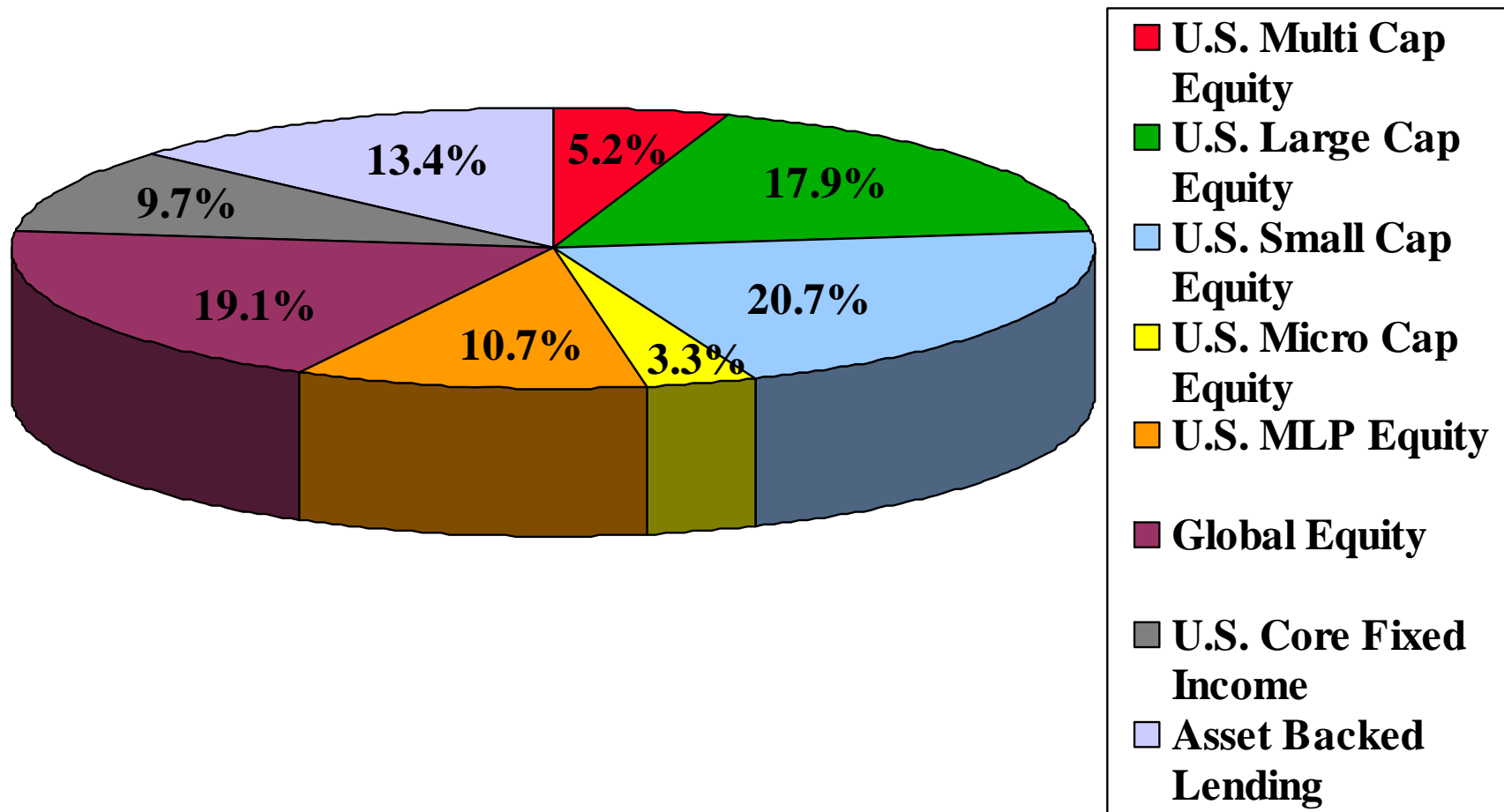
- **U.S. Core Fixed Income**
 - Piedmont Investment Advisors
 - Pugh Capital Management, Inc.
- **Asset Backed Lending**
 - Stillwater Capital Partners

PSERS' Public Market Emerging Investment Manager Program
Market Values as of March 31, 2009
(Unaudited)

<u>Asset Class</u>	<u>Market Value*</u> <u>(in millions)</u>	<u>% of</u> <u>Total</u>
Equity		
U.S. Multi Cap Equity	\$ 18.7	5.2%
U.S. Large Cap Equity	64.4	17.9%
U.S. Small Cap Equity	74.5	20.7%
U.S. Micro Cap Equity	11.9	3.3%
U.S. MLP Equity	38.5	10.7%
Global Equity	68.9	19.1%
Total Equity	276.9	76.9%
Fixed Income		
U.S. Core	35.2	9.7%
Asset Backed Lending	48.4	13.4%
Total Fixed Income	83.6	23.1%
TOTAL PROGRAM	\$ 360.5	100.0%

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

PSEERS' Public Market Emerging Investment Manager Program
Asset Distribution as of March 31, 2009
(Unaudited)

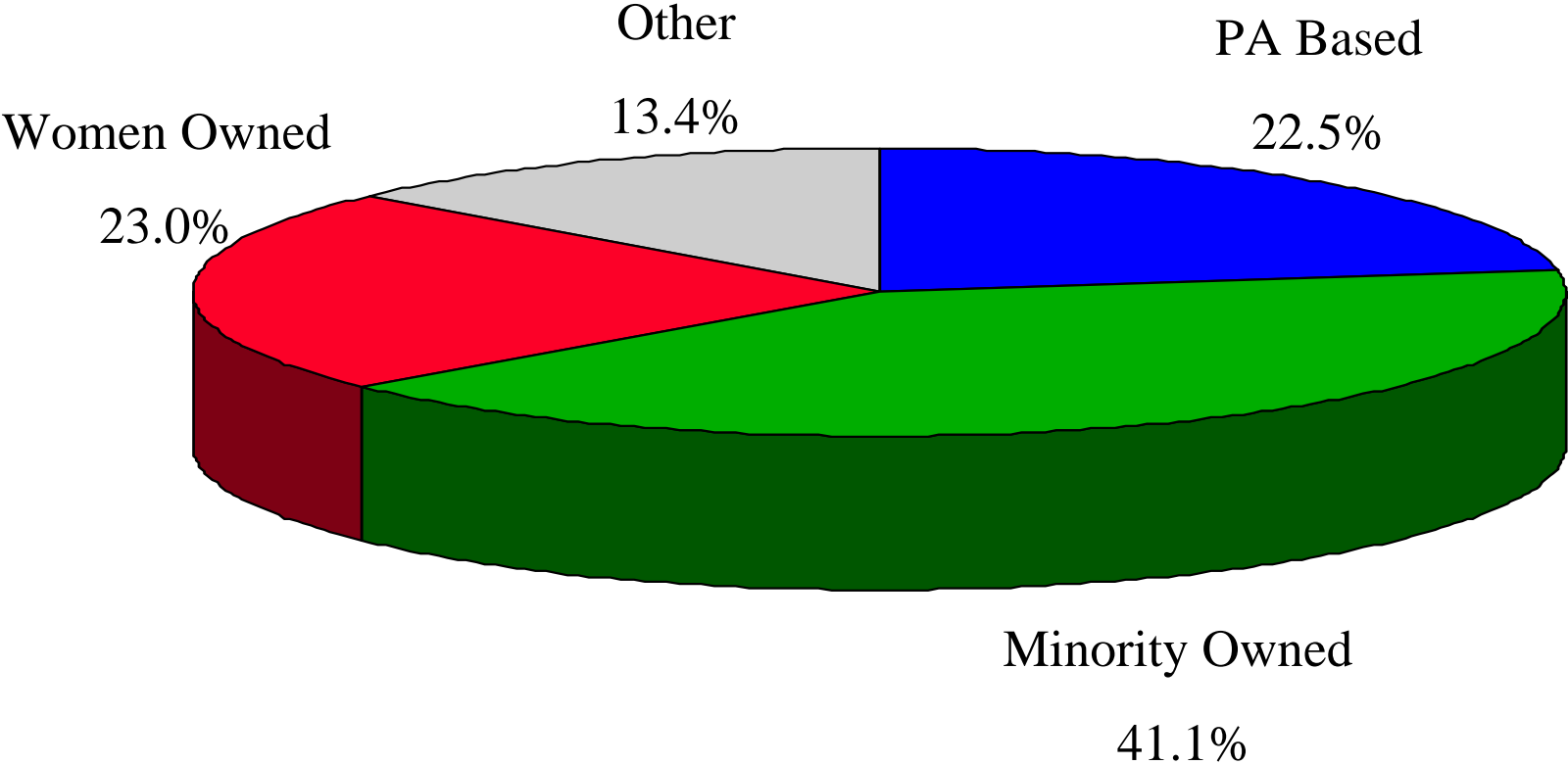


PSEERS' Public Market Emerging Investment Manager Program
Ownership Composition as of March 31, 2009
(Unaudited)

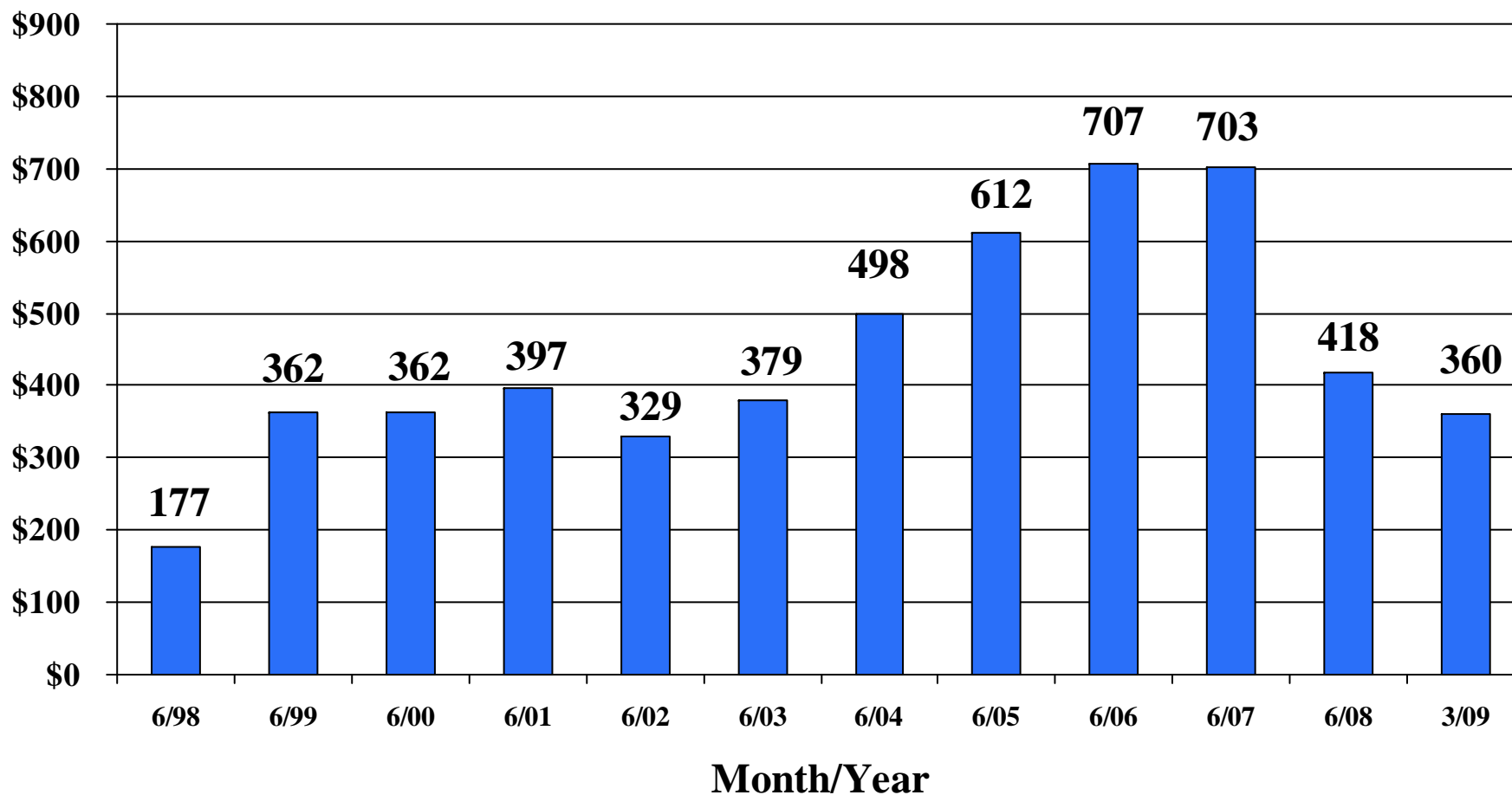
<u>Ownership Composition</u>	<u>Market Value*</u> <u>in millions)</u>	<u>% of</u> <u>Total</u>
Pennsylvania Based	\$81.2	22.5%
Women Owned	82.6	23.0%
Minority Owned	148.3	41.1%
Other	48.4	13.4%
<u>TOTAL PROGRAM</u>	<u>\$ 360.5</u>	<u>100.0%</u>

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

PSEERS' Public Market Emerging Investment Manager Program
Ownership Composition as of March 31, 2009
(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 March 31, 2009

<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. Multi Cap Equity	-14.35%	-38.42%	-40.35%	-15.91%	-4.72%
U.S. Large Cap Equity	-5.89	-40.71	-37.74	-13.84	-4.78
U.S. Small Cap Equity	-8.15	-29.26	-31.50	-17.92	-4.64
U.S. Micro Cap Equity	-24.32	-50.65	N/A	N/A	N/A
U.S. MLP Equity	11.91	N/A	N/A	N/A	N/A
Global Equity	-4.87	-41.70	-41.35	-7.94	0.57
U.S. Fixed Income	-2.89	-1.03	-2.09	3.72	N/A
TOTAL PROGRAM	-6.96	-35.71	-34.74	-14.23	-4.28
CUSTOM INDEX	-9.00%	-34.76%	-35.70%	-13.05%	-3.85%

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

*PSERS' Fiscal Year ends on June 30.