

Pennsylvania Public School Employees' Retirement System



Public Market Emerging Investment Manager Program

Overview as of June 30, 2008

PSERS' Public Market Emerging Investment Manager Program
Roster of Managers as of June 30, 2008

- **U.S. Multi Cap Equity**
 - Biondo Group
 - Denali Advisors
- **U.S. Large Cap Equity**
 - Great Companies, Inc
 - Hanseatic Management Services, Inc.

PSERS' Public Market Emerging Investment Manager Program
Roster of Managers as of June 30, 2008

- **U.S. Small Cap Equity**
 - Conestoga Capital
 - Connors Investor Services, Inc.
 - Opus Capital Management
- **Global Equity**
 - John Hsu Capital Group, Inc.
 - Shah Capital, Inc.

PSERS' Public Market Emerging Investment Manager Program
Roster of Managers as of June 30, 2008

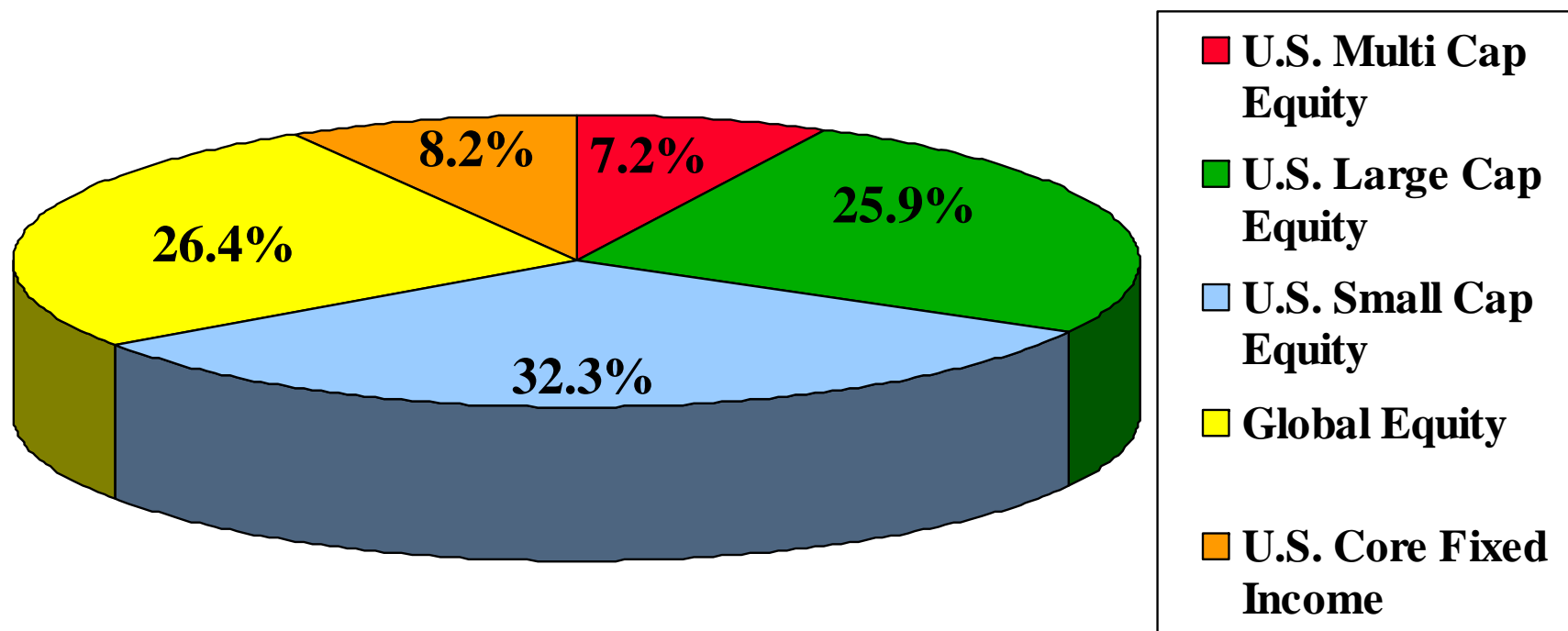
- **U.S. Core Fixed Income**
 - Piedmont Investment Advisors
 - Pugh Capital Management

PSERS' Public Market Emerging Investment Manager Program
Market Values as of June 30, 2008
(Unaudited)

Asset Class	Market Value* (in millions)	% of Total
Equity		
U.S. Multi Cap Equity	\$ 30.3	7.2%
U.S. Large Cap Equity	108.5	25.9%
U.S. Small Cap Equity	134.9	32.3%
Global Equity	110.4	26.4%
Total Equity	384.1	91.8%
Fixed Income		
U.S. Core	34.1	8.2%
Total Fixed Income	34.1	8.2%
TOTAL PROGRAM	\$ 418.3	100.0%

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

PSEERS' Public Market Emerging Investment Manager Program
Asset Distribution as of June 30, 2008
(Unaudited)

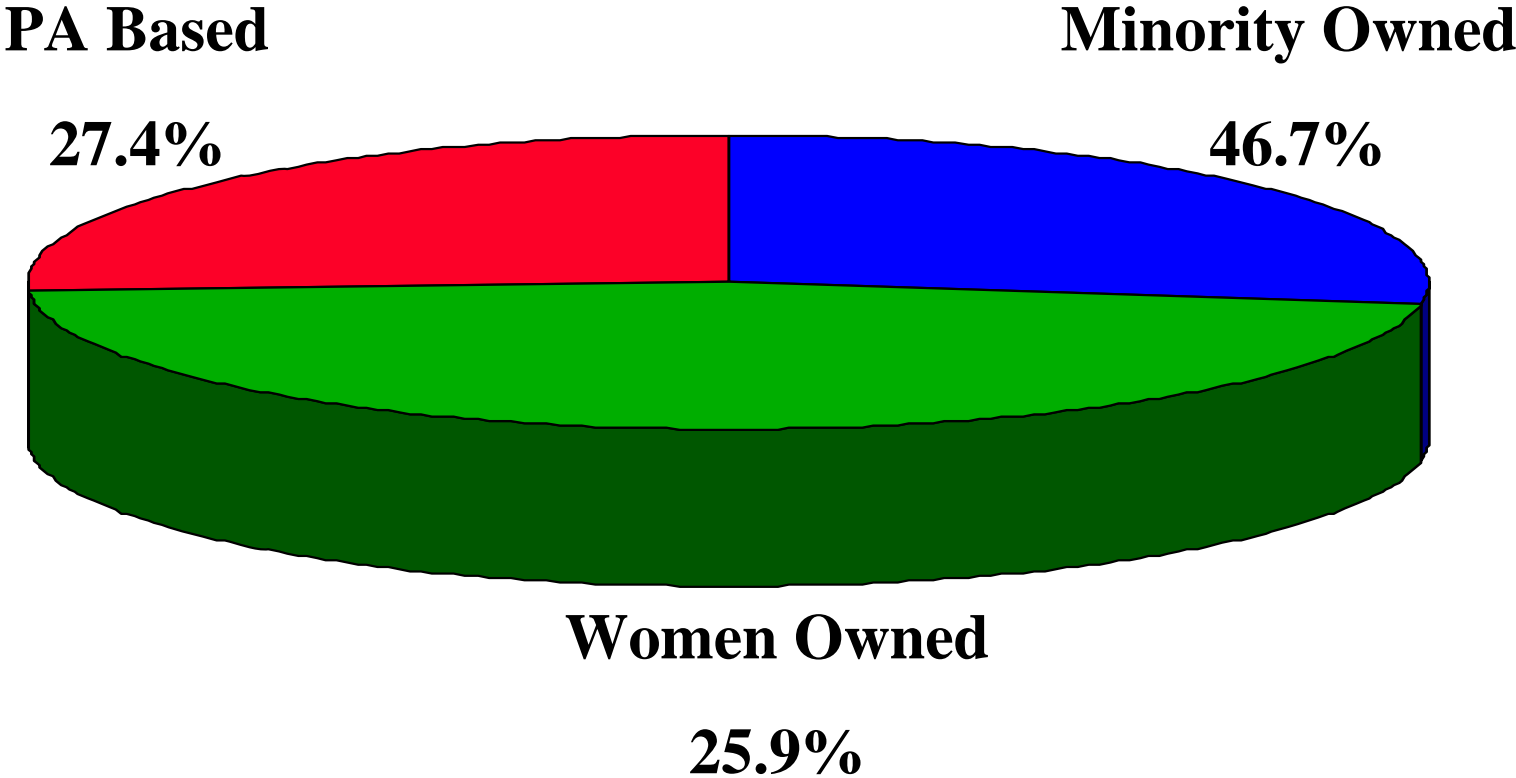


PSEERS' Public Market Emerging Investment Manager Program
Ownership Composition as of June 30, 2008
(Unaudited)

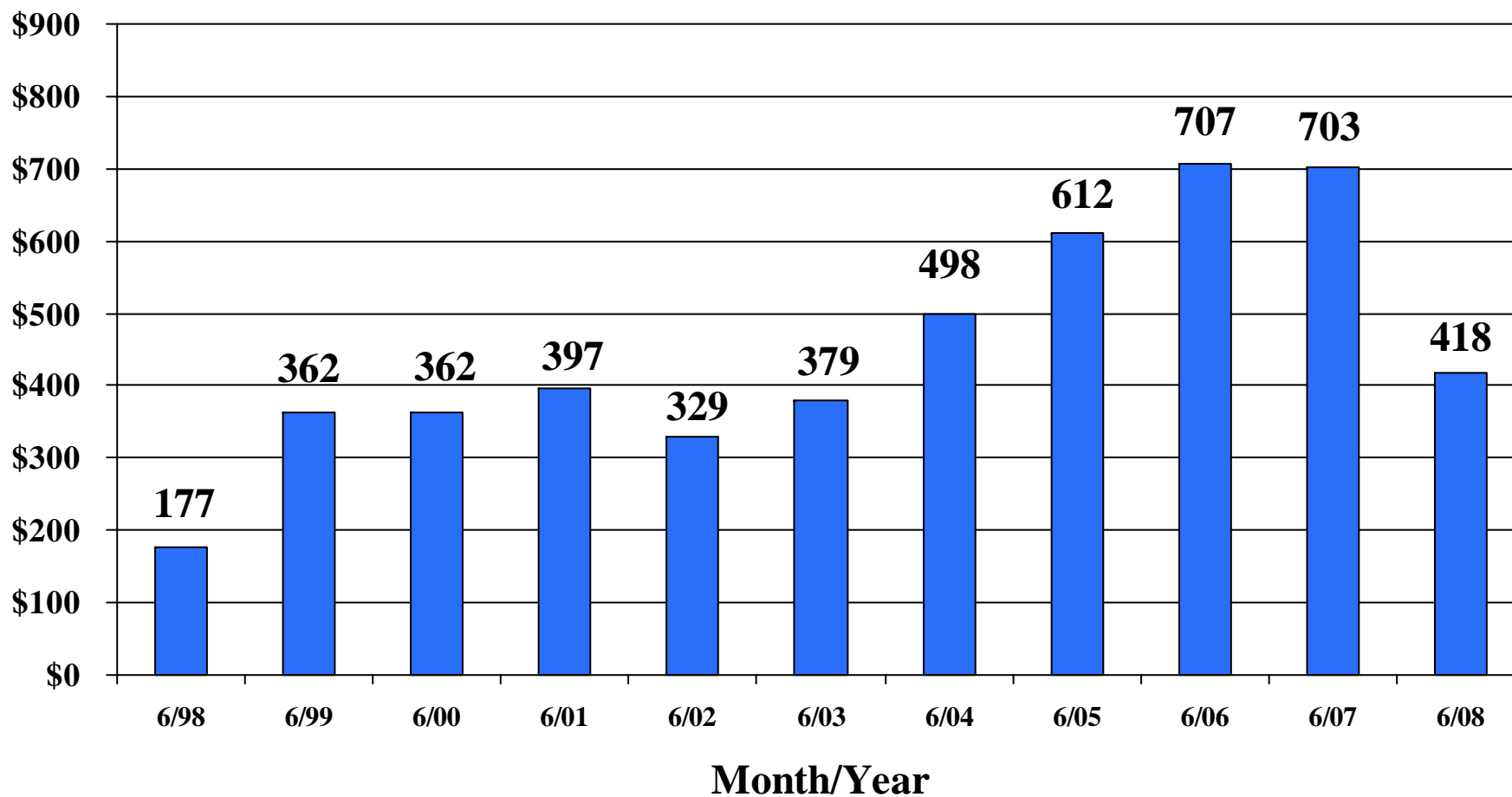
<u>Ownership Composition</u>	<u>Market Value*</u> <u>in millions)</u>	<u>% of</u> <u>Total</u>
Pennsylvania Based	\$114.4	27.4%
Women Owned	108.5	25.9%
Minority Owned	195.3	46.7%
<u>TOTAL PROGRAM</u>	<u>\$ 418.3</u>	<u>100.0%</u>

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

PSEERS' Public Market Emerging Investment Manager Program
Ownership Composition as of June 30, 2008
(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 June 30, 2008

<u>Asset Class</u>	<u>2nd Qtr. 2008</u>	<u>Fiscal Year to Date*</u>	<u>1 Year</u>	<u>3 Years</u>	<u>5 Years</u>
U.S. Multi Cap Equity	(3.13%)	(18.86%)	(18.86%)	3.78%	10.90%
U.S. Large Cap Equity	5.01	(5.23)	(5.23)	6.64	9.47
U.S. Small Cap Equity	(3.16)	(24.57)	(24.57)	(0.92)	7.20
Global Equity	0.61	(3.05)	(3.05)	18.79	18.51
U.S. Core Fixed Income	(1.07)	6.25	6.25	3.91	N/A
TOTAL PROGRAM	0.10	(14.62)	(14.62)	4.74	9.02
CUSTOM INDEX	(1.43%)	(13.82%)	(13.82%)	4.77%	9.05%

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

*PSERS' Fiscal Year ends on June 30.