

Commonwealth of Pennsylvania
Public School Employees' Retirement System

DATE: December 9, 2010
SUBJECT: Quaker BioVentures, L.P.
TO: PSERS Finance Committee/Board
FROM: Charles J. Spiller *CJS/DK*
Managing Director of Private Markets and Real Estate

At the June 2002 Board meeting, the Board approved a \$75 million commitment to Quaker BioVentures, L.P. There is a need for additional capital reserves for projected follow-on investments in certain existing portfolio companies. The GP has proposed a "Senior Preferred Rights Offering" to raise the needed capital. Staff is recommending PSERS invest up to \$15 million in the offering.

**Proposed
PSERB Resolution 2010-_____**
Re: Quaker BioVentures, L.P.
December 9, 2010

RESOLVED, that the Finance Committee of the Public School Employees' Retirement Board (the "Board") hereby recommends that the Board invest up to \$15 million plus reasonable normal investment expenses, in the Quaker BioVentures Senior Preferred Rights Offering, in accordance with the recommendation of Charles J. Spiller, Managing Director of Private Markets and Real Estate, dated December 9, 2010. The final terms and conditions of the investment must be satisfactory to the Investment Office, the Office of Chief Counsel, and the Office of Executive Director, as evidenced either by the appropriate signatures on the implementing investment contract or by a memo to that effect appended to the implementing investment contract.