

**Minutes of the Meeting of the Investment Committee of the TCRS Board of Trustees  
September 16, 2013**

The Investment Committee of the TCRS Board of Trustees ("Investment Committee") met at 12:00 p.m. on September 16, 2013 in the Executive Conference Room on the Ground Floor of the State Capitol. A quorum of the Investment committee participated in the meeting which included The Honorable David H. Lillard, Jr., State Treasurer, The Honorable Tre Hargett, Secretary of State, The Honorable Larry Martin, Commissioner of Finance and Administration, Mr. Bob Wormsley, and Mr. Bill Kemp. Also in attendance were Mr. Bill Abney, Ms. Jennifer Selliers, Mr. Keith Boring, Mr. Michael Brakebill, Chief Investment Officer, Mr. Andy Palmer, Deputy Chief Investment Officer, Mr. Peter Katseff, Director of Real Estate, Ms. Sarah Angus, Real Estate Portfolio Manager and Mr. Matthew Haitas, Real Estate Analyst.

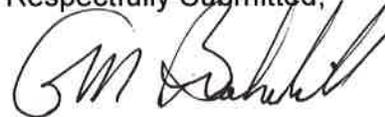
Mr. Daniel Crews was asked to introduce the proposed investment by TCRS in OrbiMed Private Investment V, LP. OrbiMed Private Investment V, LP is a health care venture capital fund investing in assets and firms in the life sciences industry. Cambridge Associates and TCRS staff recommended making a \$25 million commitment to OrbiMed Private Investment V, LP. Secretary Hargett made a motion to approve the investment in the OrbiMed Private Investment V, LP pending successful legal negotiations. The motion was seconded by Commissioner Martin and unanimously approved.

Mr. Daniel Crews next presented the proposed investment by TCRS in Merced Partners IV, LP. Merced Partners IV, LP is a fund investing opportunistically in credit, insurance, equipment, real estate and corporate assets. Cambridge Associates and TCRS staff recommended making a \$60 million commitment to Merced Partners IV, LP. Commissioner Martin made a motion to approve the investment in the Merced Partners IV, LP pending successful legal negotiations. The motion was seconded by Secretary Hargett and unanimously approved.

Mr. Michael Brakebill provided an update on the current asset allocation of the TCRS fund. He noted that the fund continues to be overweight in US equities but less overweight than at the start of the calendar year. The fund is underweight to emerging market equities, but the underweight has been reduced since the beginning of the calendar year.

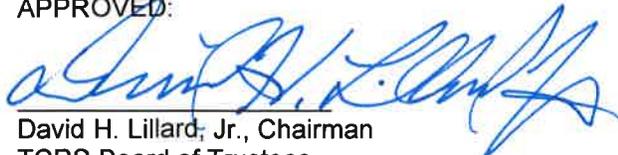
The members of the Investment Committee had no additional questions and the meeting of the Investment Committee was adjourned.

Respectfully Submitted,



Michael Brakebill  
Chief Investment Officer

APPROVED:



David H. Lillard, Jr., Chairman  
TCRS Board of Trustees