# Texas Permanent School Fund
# Asset Allocation Mix
# September 30, 2010

*Corrected 11/18/10*

| Asset Class | | Book Value | Mix | Fair Value | Mix |
|---|---|---|---|---|---|
| Equity | | | | | |
| | Domestic Small-Mid Cap | $ 1,795,782,635 | 8.50% | $ 2,088,457,003 | 8.88% |
| | Domestic Large Cap | 7,589,021,447 | 35.94% | 8,766,337,323 | 37.28% |
| | Total Domestic Equity | 9,384,804,082 | 44.44% | 10,854,794,326 | 46.16% |
| | | | | | |
| | International Equity | 3,768,112,691 | 17.85% | 4,412,130,030 | 18.76% |
| Total Public Market Equity | | 13,152,916,773 | 62.29% | 15,266,924,356 | 64.92% |
| | | | | | |
| Private Equity | | | | | |
| | Columbia NB Crossroads Fund, L.P. | 17,813,992 | 0.08% | 17,813,992 | 0.08% |
| | Columbia CS Fund, L.P. | 1,216,827 | 0.01% | 1,216,827 | |
| Total Private Equity | | 19,030,819 | 0.09% | 19,030,819 | 0.08% |
| | | | | | |
| Total Equity | | 13,171,947,592 | 62.38% | 15,285,955,175 | 65.00% |
| | | | | | |
| Fixed Income | | | | | |
| | Domestic Fixed Income | 5,231,469,831 | 24.78% | 5,530,196,884 | 23.52% |
| Total Fixed Income | | 5,231,469,831 | 24.78% | 5,530,196,884 | 23.52% |
| | | | | | |
| Absolute Return | | | | | |
| | Raven 1 | 800,000,000 | 3.79% | 767,934,941 | 3.27% |
| | Raven 2 | 200,000,000 | 0.95% | 211,180,635 | 0.90% |
| | Raven 3 | 400,000,000 | 1.89% | 393,484,559 | 1.67% |
| | Raven 4 | 600,000,000 | 2.84% | 634,354,292 | 2.70% |
| | Raven 5 | 400,000,000 | 1.89% | 380,503,721 | 1.62% |
| Total Absolute Return | | 2,400,000,000 | 11.37% | 2,387,458,150 | 10.15% |
| | | | | | |
| Real Estate | | | | | |
| | Funded RE Investments | 76,145,469 | 0.36% | 76,145,469 | 0.32% |
| Total Real Estate | | 76,145,469 | 0.36% | 76,145,469 | 0.32% |
| | | | | | |
| Unallocated and Transition Cash | | 236,219,399 | 1.12% | 236,219,399 | 1.00% |
| | | | | | |
| Fund Total | | $ 21,115,782,291 | 100.00% | $ 23,515,975,077 | 99.99% |

The asset classes include cash that has been allocated to the investment portfolios.

On July 23, 2010, the State Board of Education re-approved a revised long-term asset allocation which will be implemented over several years.

| | |
|---|---|
| Domestic Large Cap Equity | 21.0% |
| Domestic Small/Mid Cap Equity | 7.0% |
| Developed and Emerging Market Large Cap Equity | 18.0% |
| International Small/Mid Cap Equity | 4.0% |
| Domestic Investment Grade Fixed Income | 15.0% |
| Real Estate | 6.0% |
| Charter Schools | 0.5% |
| Risk Parity | 7.0% |
| Real Return | 5.5% |
| Absolute Return | 10.0% |
| Private Equity | 6.0% |
| | 100.0% |