Texas Permanent School Fund
Asset Allocation Mix
July 31, 2011

Asset Class	Book Value	Mix	Fair Value	Mix
Equity				
Domestic Small-Mid Cap	$ 1,600,495,405	7.395%	$ 2,104,102,317	8.366%
Domestic Large Cap	5,835,383,450	26.963%	7,528,041,243	29.933%
Total Domestic Equity	7,435,878,856	34.358%	9,632,143,560	38.300%
International Equity	3,594,147,016	16.607%	4,454,307,262	17.711%
Total Public Market Equity	11,030,025,872	50.965%	14,086,450,822	56.011%
Fixed Income				
Domestic Fixed Income	5,105,368,823	23.590%	5,338,913,177	21.229%
Total Fixed Income	5,105,368,823	23.590%	5,338,913,177	21.229%
Alternative Investments				
Absolute Return				
Raven 1	800,000,000	3.696%	813,001,411	3.233%
Raven 2	318,000,000	1.469%	339,650,651	1.351%
Raven 3	400,000,000	1.848%	404,337,312	1.608%
Raven 4	600,000,000	2.772%	664,235,499	2.641%
Raven 5	341,835,764	1.579%	341,571,748	1.358%
Total Absolute Return	2,459,835,764	11.366%	2,562,796,620	10.190%
Private Equity				
Columbia NB Crossroads Fund, L.P.	112,230,288	0.519%	126,215,762	0.502%
Columbia CS Fund, L.P.	25,168,225	0.116%	26,187,667	0.104%
Total Private Equity	137,398,513	0.635%	152,403,429	0.606%
Real Estate				
Summary of RE Investments	299,301,028	1.383%	321,767,140	1.279%
Total Real Estate	299,301,028	1.383%	321,767,140	1.279%
Risk Parity				
AQR Capital Management	900,000,000	4.159%	915,372,103	3.640%
Bridgewater	900,000,000	4.159%	961,446,817	3.823%
Summary of Risk Parity Strategies	1,800,000,000	4.159%	1,876,818,920	3.823%
Total Alternative Assets	4,696,535,305	21.701%	4,913,786,110	19.538%
Total Unallocated and Transition Cash	810,371,654	3.744%	810,371,654	3.222%
Fund Total	$ 21,642,301,654	100.000%	$ 25,149,521,763	100.000%

Notes: 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	21.000%
Domestic Small/Mid Cap Equity	7.000%
Developed and Emerging Market Large Cap Equity	18.000%
International Small/Mid Cap Equity	4.000%
Core Fixed Income	15.000%
Real Estate	6.000%
Charter Schools	0.500%
Risk Parity	7.000%
Real Return	5.500%
Absolute Return	10.000%
Private Equity	6.000%
	100.000%