Texas Permanent School Fund
Asset Allocation Mix
September 30, 2011

Asset Class	Book Value	Mix	Fair Value	Mix
Equity				
Domestic Small-Mid Cap	$ 1,616,825,893	7.479%	$ 1,746,062,390	7.647%
Domestic Large Cap	5,866,746,982	27.137%	6,616,278,977	28.976%
Total Domestic Equity	7,483,572,876	34.616%	8,362,341,367	36.623%
International Equity	3,639,832,571	16.836%	3,640,944,601	15.946%
Total Public Market Equity	11,123,405,446	51.453%	12,003,285,968	52.569%
Fixed Income				
Domestic Fixed Income	4,856,006,393	22.462%	5,102,067,729	22.345%
Total Fixed Income	4,856,006,393	22.462%	5,102,067,729	22.345%
Alternative Investments				
Absolute Return				
Raven 1	800,000,000	3.700%	770,358,641	3.374%
Raven 2	318,000,000	1.471%	317,170,160	1.389%
Raven 3	400,000,000	1.850%	379,979,926	1.664%
Raven 4	600,000,000	2.775%	637,166,798	2.790%
Raven 5	341,852,904	1.581%	327,797,706	1.436%
Total Absolute Return	2,459,852,904	11.378%	2,432,473,231	10.653%
Private Equity				
Columbia NB Crossroads Fund, L.P.	151,740,624	0.702%	166,569,888	0.730%
Columbia CS Fund, L.P.	35,295,088	0.163%	35,857,372	0.157%
Total Private Equity	187,035,712	0.865%	202,427,260	0.887%
Real Estate				
Summary of RE Investments	348,327,299	1.611%	370,460,186	1.622%
Total Real Estate	348,327,299	1.611%	370,460,186	1.622%
Risk Parity				
AQR Capital Management	900,000,000	4.163%	847,852,102	3.713%
Bridgewater	900,000,000	4.163%	945,362,301	3.713%
Total Risk Parity Strategies	1,800,000,000	8.326%	1,793,214,403	7.426%
Real Return				
Real Return - TIPS	666,534,420	3.083%	751,956,716	3.293%
Total Real Return	666,534,420	3.083%	751,956,716	3.293%
Total Alternative Assets	5,461,750,335	25.264%	5,550,531,796	24.309%
Total Unallocated and Transition Cash	177,542,206	0.821%	177,542,206	0.778%
Fund Total	$ 21,618,704,381	100.000%	$ 22,833,427,700	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%
Risk Parity	7.000%
Real Return	6.000%
Absolute Return	10.000%
Private Equity	6.000%
	100.000%