


**COMMONWEALTH OF PENNSYLVANIA
PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM**

DATE: March 9, 2006

SUBJECT: The Fourth Cinven Fund, L.P.

TO: PSERS' Finance Committee

FROM: Charles J. Spiller 
Director of Alternative Investments

On January 20, 2006, PSERS' Board approved an investment of an amount equal to 85 million Euros plus reasonable normal investment expenses, in The Fourth Cinven Fund, L.P. The fund has additional capacity and PSERS has the opportunity to increase its commitment to 150 million Euros.

Based on the long track record of Cinven, staff recommends that PSERS increase its commitment to The Fourth Cinven Fund, L.P. from 85 million Euros to 150 million Euros.