

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

DATE: May 3, 2007

SUBJECT: Greenpark International Investors III, L.P.

TO: PSERS' Finance Committee

FROM: Charles J. Spiller *CJS*
Director of Private Markets and Real Estate

On January 25, 2007, PSERS' Board approved an amount equal to 25 percent of the committed capital, but not to exceed €75 million plus reasonable normal investment expenses, in Greenpark International Investors III, L.P. The fund has additional capacity and PSERS has the opportunity to increase its commitment to €100 million.

Based on the depth of experience and the diversified European exposure of Greenpark's investments, staff recommends that PSERS increase its commitment to Greenpark International Investors III, L.P. from €75 million to €100 million.