

Commonwealth of Pennsylvania, Public School Employees' Retirement System

PSERS Absolute Return Quarterly Report

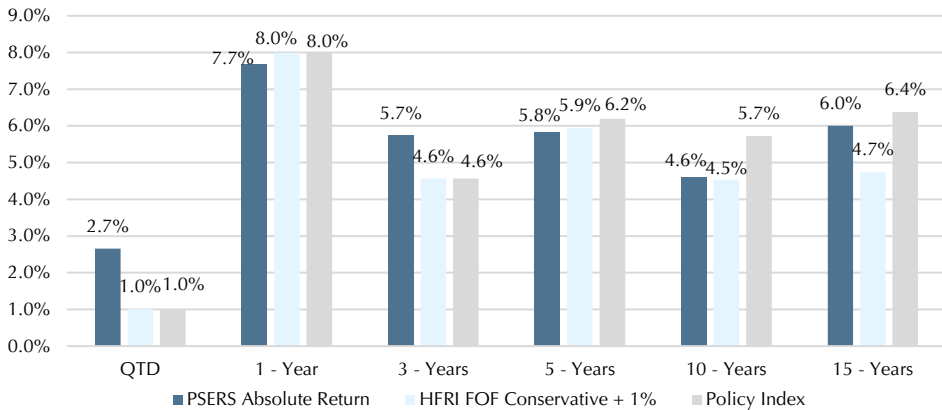
As of June 2024

Report created: August 2024

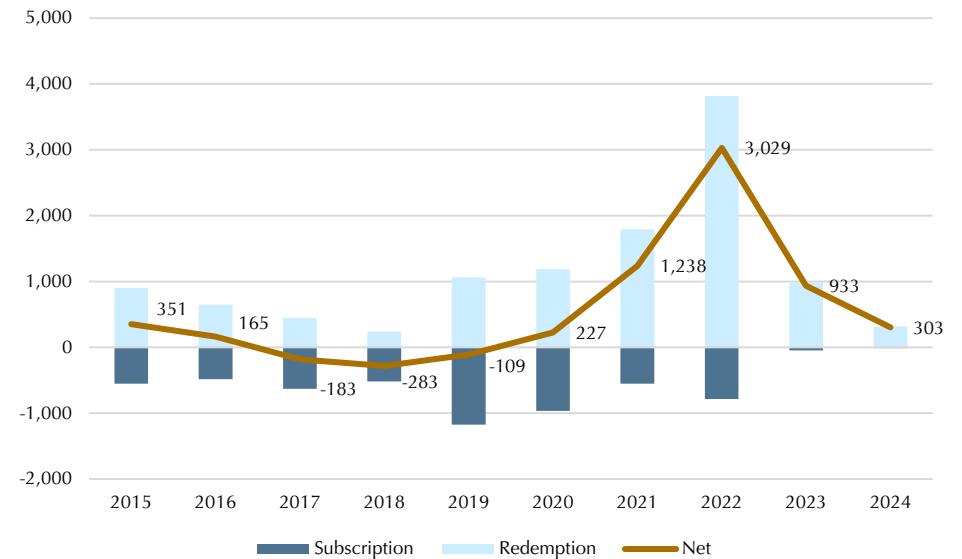
Allocation and Performance Summary

	Current Allocation	Target Allocation	Over/Underweight
Absolute Return	1.9%	0.0%	1.9%

PSERS Absolute Return Performance



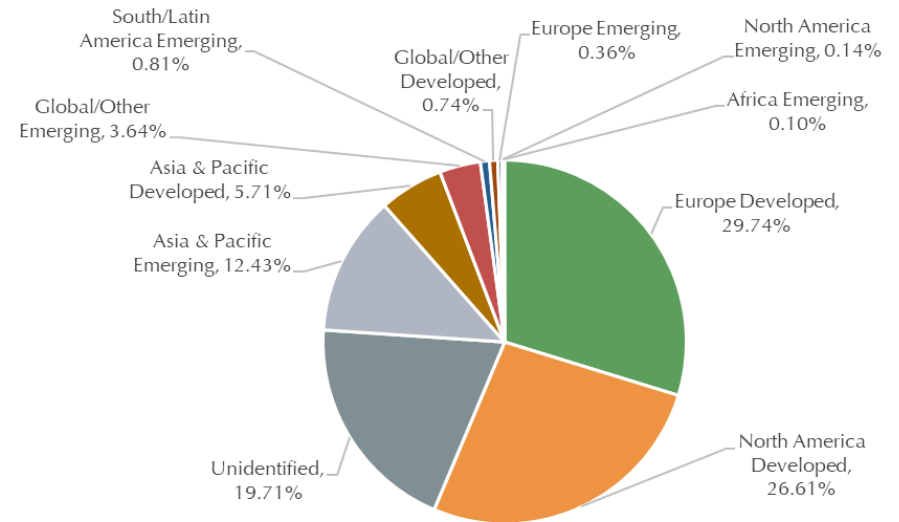
Annual Cash Flows



Portfolio Commentary

- Over the full market cycle, the AR portfolio return underperformed vs the current benchmark
- Over the full market cycle, the AR portfolio outperformed vs the current benchmark on a beta-adjusted basis
- The AR portfolio has a higher Sharpe Ratio, lower beta, and lower correlation to the S&P 500 Index than the current benchmark

Total Exposure by Region (NAV Based)



Displaying Region exposures for 76% of total portfolio allocations.

Reporting Period: As Of Jun-2024

Portfolio Holdings

Sector	Strategy	Fund Name	NAV (\$MM)	Multiple of Cost	IRR	TWR	Investment as of
Event Driven	Event Credit	Venor Capital Offshore Ltd	57.0	1.43	9.2%	6.9%	Sep-16
	Real Assets	SASOF V LP	123.9	1.06	2.6%	-4.4%	May-20
		SASOF IV LP	46.4	0.76	-8.2%	-16.8%	Mar-18
		SASOF III LP	11.0	1.15	10.1%	-8.9%	Feb-15
		Falko RAOF II LP	72.6	1.09	4.7%	1.4%	Jul-19
Total Event Driven			310.9				
Relative Value	Fixed Income Arbitrage	Garda Fixed Income Relative Value Opportunity Fund Ltd	527.1	2.22	7.8%	7.8%	Nov-11
	Insurance Linked	Aeolus Property Catastrophe Keystone PF Fund LP - Composite	40.1	1.05	5.4%	5.3%	Jun-12
		Fourier Fund Ltd	183.5	0.90	-5.0%	-4.8%	Jul-22
		Nephila Cassiopeia Fund Ltd	8.3	1.08	n.m	7.8%	Oct-23
		RenaissanceRe Upsilon Diversified Fund	10.9	1.05	1.5%	-7.9%	Jan-17
	Structured Credit	OWS Credit Opportunity Offshore Fund III Ltd	140.4	1.29	8.0%	7.6%	Dec-15
	Multi-Strategy	HS Group Sponsor Fund II Ltd	230.9	1.24	7.0%	5.4%	Jun-18
Total Relative Value			1,141.3				
PSERS Total			1,452.3	1.31	5.4%	5.3%	Oct-05

Performance metrics are inception to date.
IRR not meaningful for investments held less than 12 months

Reporting Period: As Of Jun-2024

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