

**COUNTY EMPLOYEES' AND OFFICERS' ANNUITY & BENEFIT FUND OF
COOK COUNTY
And Ex-Officio for the
FOREST PRESERVE DISTRICT EMPLOYEES' ANNUITY & BENEFIT FUND
MEETING OF THE INVESTMENT COMMITTEE
33 N. DEARBORN STREET – SUITE 1000**

Minutes for October 23, 2012 Meeting of the Investment Committee

Call to Order and Roll Call at 9:10 a.m.

Investment Committee: Mr. Patrick McFadden, Mr. Robert Benjamin, Mr. John Fitzgerald, Ms. Alexis Herrera and Mr. Brent Lewandowski
Staff Present: N. Hackett, M. Maratea, F. Vinzons, K. Quaye
Others Present: K.Dolsen, G. Robertson, K. Brunke, J. Jackson – Callan; J. Parks – Loop Capital; K. Lathan – Williams; R. Manley – SEIU.
Presenters: B. Indelicato, G. Garrett – Portfolio Advisors; M. Sacks, T. Galuhn, B. DeBoldt – Mesirow Financial Private Equity; J. Roth, C. Van Horne – Abbott Capital; K. Burton, G. McCleery, J. Zhang – Wells Capital; C. Krause, L. Nielsen – AQR.

1. Approval of September 25, 2012 Investment Committee Meeting Minutes;

Motion for Approval and Adoption of Minutes. It was moved by Trustee Fitzgerald and seconded by Trustee Herrera that the minutes of the September 25, 2012 Investment Committee meeting be approved and adopted.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE

2. Private Equity Manager-of-Managers – Finalist Presentations

Mr. Robertson and Mr. Dolsen presented a summary of the finalist search process resulting in the following three finalists: Abbott Capital Management, Portfolio Advisors, and Mesirow Financial Investment Management.

Abbott Capital, Mesirow Financial Private Equity and Portfolio Advisors presented the strategy, capabilities and performance of their firms' Private Equity separate account service. The Committee listened to the evaluations and due diligence findings regarding each candidate and recommended the selection of Mesirow Financial Private Equity Inc.

Motion to Select Private Equity Manager-of-Managers. Based on the review of the Private Equity Manager-of-Managers search, it is moved that the Investment Committee recommend for full Board approval to select Mesirow Financial Private Equity Inc. for the Cook County Fund with allocation commensurate with the funding schedule as developed by Callan and to fund this allocation from the Russell Private Equity ETF subject to satisfactory completion of final due diligence and successful contract negotiations. It is further moved that the Fund Investment Staff and Executive Director be authorized to take all actions reasonably necessary to effect the foregoing.”

[Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE](#)

3. Active Emerging Markets Equity – Finalist Presentations

Next, Mr. Dolsen presented a summary of the finalist search process resulting in the following two finalists: Wells Capital Management and AQR.

Wells Capital Management and AQR presented the strategy, capabilities and performance of their firms’ emerging markets portfolios. The Committee listened to the evaluations and due diligence findings regarding each candidate and recommended the selection of Wells Capital Management.

Motion to Select Active Emerging Markets Equity Manager. Based on the review of the Active Emerging Markets Equity search, it is moved that the Investment Committee recommend for full Board approval to select Wells Capital Management for approximately \$100 million for the Cook County Fund funded from the Russell Emerging Markets ETF subject to satisfactory completion of final due diligence and successful contract negotiations. It is further moved that the Fund Investment Staff and Executive Director be authorized to take all actions reasonably necessary to effect the foregoing.

[Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE](#)

4. Portfolio Updates

Ms. Hackett presented a request by the General Partners of Lightspeed Partners VI to its Limited Partners to extend the term of the partnership by one year according to the original agreement. It was then recommended by the Fund’s Investment Staff and in consultation with the Fund’s Investment Consultant and Fund Legal Counsel, that the Fund withhold its consent to the proposed term extension based on the number of remaining portfolio companies and the insufficient monetization of the Partnership assets. Further, Fund Staff recommends a reduction in fees as a condition for a positive consent.

Motion to Recommend to the Board of Trustees to Withhold Consent to the Lightspeed Partners VI One-Year Term Extension Request. It was moved by Trustee Herrera and seconded by Trustee Fitzgerald to recommend to the Board of

Trustees that the Board withhold its limited partner consent to the proposed term extension and that Fund Investment Staff, in consultation with Fund Legal Counsel, be authorized to take all actions reasonably necessary to effect and communicate the same.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE

5. Adjournment.

It was moved by Trustee Herrera and seconded by Trustee Lewandowski that the meeting be adjourned.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE