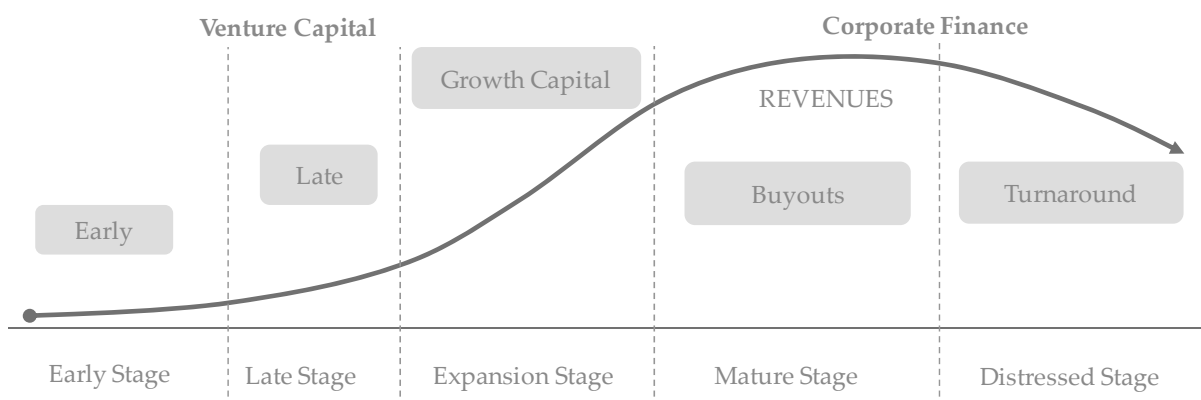


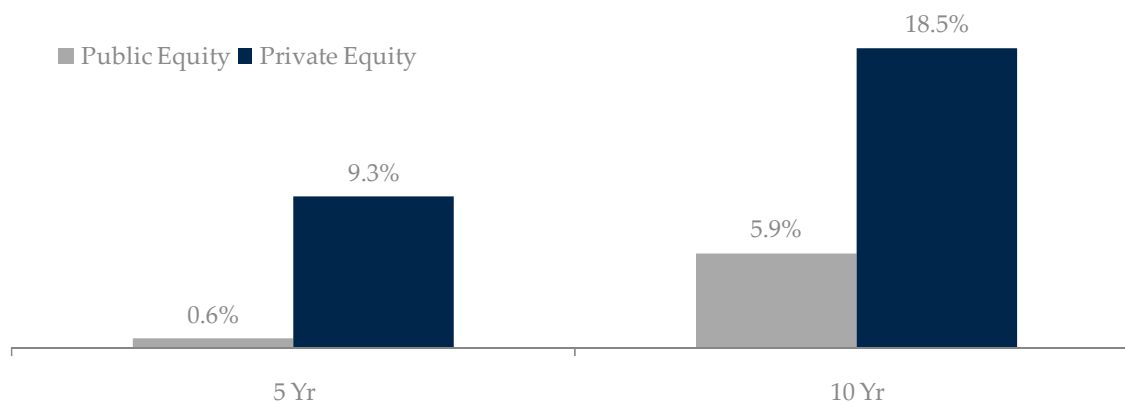
Private Equity Definition

- Investments in private companies which are not traded on a public exchange
- Illiquid investments in limited partnerships managed by private equity firms
- Private equity investments are long term in nature, typically with a 10-year term

Private Equity Strategies



Private vs. Public Equity Performance



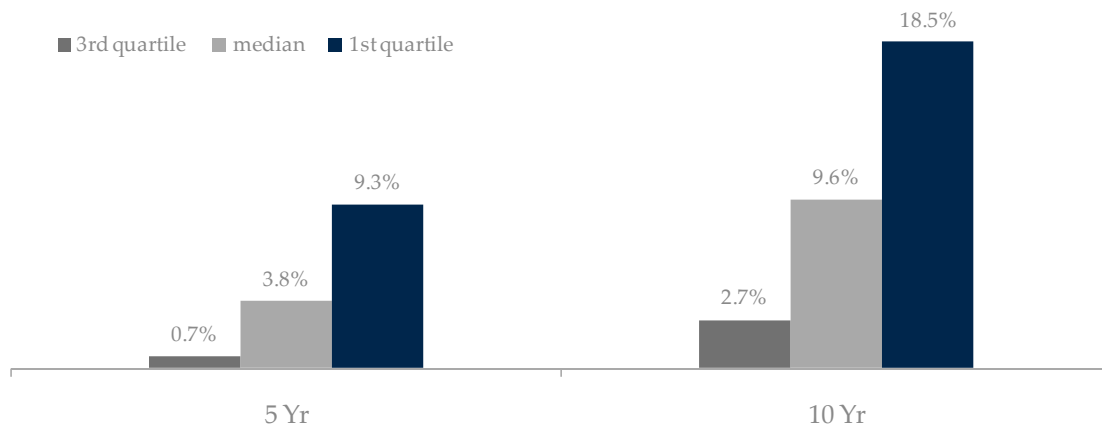
Source: (1) Private equity data represents Top Quartile IRRs for All U.S. Private Equity as of June 30, 2012, per ThomsonOne Private Equity; (2) Public equity reflects the total return for the S&P 500, which assumes reinvestment of dividends into the index, through June 30, 2012.

Private Equity Value Creation



Importance of Manager Selection

- There is a wide dispersion between top quartile & median investment returns
- Top quartile returns are necessary to compensate investors for risk and illiquidity



Source: All Private Equity as of June 30, 2012, per ThomsonOne Private Equity.