



STATE OF NEW YORK
OFFICE OF THE STATE COMPTROLLER

NEW YORK STATE COMMON RETIREMENT FUND

**Thomas P. DiNapoli
New York State Comptroller**

MONTHLY TRANSACTION REPORT

May 2007

Domestic Equity

The New York State Common Retirement Fund (CRF) manages a significant share of its domestic public equity holdings internally. CRF also invests with external managers. This report will include significant purchases or sales of our internally managed index funds (these are a result of rebalancing actions), as well as adding and terminating managers or adding or removing assets from an existing manager.

There was no activity in our domestic equity portfolio in May 2007.

International Equity

The CRF invests with external managers to meet its international public equity allocation. Significant activity includes adding or reducing allocations to existing managers, as well as adding and terminating managers.

There was no activity in our international equity portfolio in May 2007.

Private Equity

The CRF invests with private equity general partners directly and through managed fund-of-funds accounts. Significant activity includes new commitments to general partners made directly by CRF and also through fund-of-funds organized as separate accounts for CRF.

Institutional Venture Partners XII through the GKM Newport/NY Venture Capital Fund, \$15 million commitment. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The commitment closed on May 9.

Cerberus Institutional Partners, \$50 million commitment. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The commitment closed on May 11.

Avenue Special Situations Fund V, \$150 million commitment. CRF has been an investor with Avenue since 2005. No placement agents were involved in CRF's investment. The commitment closed on May 11.

Falconhead Capital Partners II, \$15 million additional commitment through the Aldus/NY Emerging Fund. This is an existing relationship for CRF. Neither Falconhead nor Aldus reported the use of any placement agent to CRF for this additional commitment. The additional commitment closed on May 15.*

Gores Capital Partners II through the Hudson River Fund II, \$20 million commitment. CRF has been an investor with Gores since 2004. No placement agents were involved in CRF's investment. The commitment closed on May 18.

KPS Special Situations Fund III through the Hudson River Fund II, \$25 million commitment. CRF has been an investor with KPS since 2003. No placement agents were involved in CRF's investment. The commitment closed on May 18.

European middle market buyout fund through the Access/NY European Middle Market Buyout Fund, €20 million commitment. CRF will release the name of the fund once the funds have formally closed with all investors. This is a new relationship for CRF. No placement agents were involved in CRF's investment. The commitment closed on May 20.

Newstone Capital through the Aldus/NY Emerging Fund, \$15 million commitment. This is a new relationship for CRF. No placement agents were involved in CRF's investment. The commitment closed on May 24.

RC Fontis Capital Partners through the Aldus/NY Emerging Fund, \$5 million commitment. This is a new relationship for CRF. No placement agents were involved in CRF's investment. The commitment closed on May 31.

Real Estate

The CRF invests with real estate opportunity funds, joint ventures with a property-specific mandate, affordable housing and mortgages. Significant activity includes new commitments to general partners, investing through joint ventures and affordable mortgages, as well as selling assets.

Redwood Grove International, \$150 million commitment. This is a new relationship for CRF. CSFB received a fee from Redwood for placement agent services. The commitment closed on May 3.

534 Second Avenue, Troy, NY, a 12-unit affordable housing property, under the Buy-Sell Agreement with the Community Preservation Corporation, mortgage of \$332,669 was funded. No placement agents are involved in this type of transaction. The mortgage closed on May 9.

74 Blue Pointe Road, Selden, NY, an 8-unit affordable housing property, under the Buy-Sell Agreement with the JP Morgan Chase Corporation, mortgage of \$2,766,062 was funded. No placement agents are involved in this type of transaction. The mortgage closed on May 17.

CB Richard Ellis Strategic Partners Europe Fund III, €90 million commitment. This is a new relationship for CRF. No placement agents were involved in CRF's investment. The commitment closed on May 21.

Overlook at Murray Hill, a 204-unit apartment project in Beaverton, Oregon, owned in a joint venture with Fairfield Joint Venture, was sold for \$19.3 million. Fairfield has been a joint venture partner with CRF since 2002. No placement agents are involved in this type of transaction. The sale closed on May 31.

Absolute Return Strategies

The CRF invests with absolute return strategies general partners directly and through managed fund-of-funds accounts. Significant activity includes new commitments to general partners, increasing commitments and terminating managers.

Coast Pacific Fund, a fund-of-funds, an additional \$100 million, bringing the total investment with Coast to \$600 million. This is an existing relationship with CRF. Chatsworth Securities received a fee from Coast for placement agent services. The investment closed on May 1.

Guggenheim Partners Select State Fund, a fund-of-funds, an additional \$100 million, bringing the total investment with Guggenheim to \$500 million. Ariane Capital Partners and Pali Capital received a fee from Guggenheim for placement agent services. The investment closed on May 1.

The following relationships were made through one of CRF's fund-of-fund programs. For competitive reasons, the identity of the fund-of-fund manager is not disclosed.

Ascend Partners Leveraged Fund, \$1 million. Ascend is an equity hedge-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Ascend US Market Mutual Fund / Sequoia fund, \$1 million. Ascend US / Sequoia is a multi-strategy fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Cedarview Opportunities Master Fund, \$2.6 million. Cedarview is an event-driven fund. This is an existing fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Coast Defensive Fund, \$10 million. Coast is a short biased-focused fund. This is a new fund relationship for CRF. Fairfield Greenwich Group received a fee from Coast for placement agent services. The investment closed on May 1.

Cobalt Partners fund, \$7 million. Cobalt is an equity hedge-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Cross fund, \$3 million. Cross is an event-driven fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

EMS fund, \$2 million. EMS is an equity hedge-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Endeavour Capital Partners fund, \$1.5 million. Endeavour is an equity hedge-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Evolution M Fund, \$10 million. Evolution is a multi-strategy fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Flatiron Trust fund, \$15 million. Flatiron is an equity hedge-focused fund. This is a new fund relationship for CRF. Capital Rock Advisors received a fee from Flatiron for placement agent services. The investment closed on May 1.

Force Capital fund, \$4 million. Force is an equity hedge-focused fund. This is an existing relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

GoldenTree MultiStrategy fund, \$7 million. GoldenTree is a multistrategy fund. This is an existing relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Gruss Arbitrage Partners (Enhanced) fund, \$15 million. Gruss is an event-driven fund. This is an existing relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Harbinger Capital Partners Fund I, \$10 million. Harbinger is an event-driven fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Jana Partners Qualified fund, \$5 million. Jana is an event-driven fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

JL Partners fund, \$6 million. JL is an equity hedge-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Mallet Global Events Fund, \$20 million. Mallet is an event-driven fund. This is a new fund relationship for CRF. Boomerang Capital received a fee from Mallet for placement agent services. The investment closed on May 1.

Mason Capital fund, \$3 million. Mason is a multistrategy fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Mathematica Europe fund, \$5 million. Mathematica is an event-driven fund. This is an existing fund relationship for CRF. HFV Investments received a fee from Mathematica for placement agent services. The investment closed on May 1.

Miura Global Partners II fund, \$1 million. Miura is an equity hedge-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

PAGS fund, \$2 million. PAGS is a multi-strategy fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Prime Logic fund, \$1 million. Prime is an equity hedge-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Scoggin Capital Management fund, \$7 million. Scoggin is an event-driven fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

TCM-ORYX Short Credit Opportunity Fund, \$6 million. TCM-ORYX is a credit-focused fund. This is a new fund relationship for CRF. Hamilton Miller Investments received a fee from TCM-ORYX for placement agent services. The investment closed on May 1.

Third Point Partners Qualified fund, \$10 million. Third Point is an equity hedge-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Westfield Life Sciences fund, \$1 million. Westfield is an equity hedge-focused fund. This is a new fund relationship for CRF. Spoonhill Asset Management received a fee from Westfield for placement agent services. The investment closed on May 1.

Whitebox Convertible Arbitrage Partners fund, \$2 million. Whitebox is a convertible arbitrage focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Whitebox Hedged High Yield Partners fund, \$4 million. Whitebox is a credit-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

Zaxis Equity Neutral fund, \$4 million. Zaxis is an event-driven fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on May 1.

* Subsequent public reports by the State Attorney General suggest that parties undisclosed to CRF may have acted as placement agents in this transaction.