2018 Absolute Return Strategy Search Process and Recommendation

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Albourne America
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Agenda

I. ARS Search Process & Allocation Objectives
II. Manager Search Process
III. Portfolio Construction
IV. Manager Selection & Recommendation
V. Requested Board Action
### Final Selected Managers Scoring Matrix

#### Final Due Diligence Scoring Matrix – Aggregated Results

<table>
<thead>
<tr>
<th>Recommended Manager/Fund</th>
<th>Manager Score†</th>
<th>Comparable Mgr. A Score</th>
<th>Comparable Mgr. B Score</th>
</tr>
</thead>
<tbody>
<tr>
<td>Symmetry International Fund Limited</td>
<td>100.0</td>
<td>90.0</td>
<td>82.5</td>
</tr>
</tbody>
</table>

†Selected managers standardized to a score of 100 to allow comparability among selected managers
Section III

PORTFOLIO CONSTRUCTION
Manager Selection Portfolio Considerations

*Strategy Diversification*

**Current Portfolio**

**Direct Portfolio Aggregated Manager Exposures**
- CTA, 7%
- Equity, 16%
- Macro, 16%
- Multi-Strat, 11%
- Event Driven, 3%
- Relative Value, 25%
- Credit, 22%

**Prospective Portfolio**

**Direct Portfolio Aggregated Manager Exposures**
- CTA, 6%
- Equity, 15%
- Macro, 15%
- Multi-Strat, 11%
- Event Driven, 3%
- Relative Value, 29%
- Credit, 21%

*Exposures above include proposed investments.*
Section IV

MANAGER SELECTION & RECOMMENDATION
### Summary of Recommendations

<table>
<thead>
<tr>
<th>Recommended Manager/Fund</th>
<th>Strategy Classification</th>
<th>Recommended Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Symmetry International Fund Limited</td>
<td>Relative Value</td>
<td>$150 million</td>
</tr>
<tr>
<td><strong>Total Net Recommendations:</strong></td>
<td></td>
<td><strong>$150 million</strong></td>
</tr>
</tbody>
</table>
Highlights

Portfolio Manager(s):
Feng Guo

Firm AUM: $4.2 billion

Employees: 130

Office Location(s):
Hong Kong, London, Singapore

Top Candidate Characteristics – Symmetry International Fund Limited (1/2)

$150 million Recommendation
Symmetry International Fund Limited (“the Fund”) is a feeder fund in master–feeder structure managed by Symmetry Investments LP (“the Firm”), which currently runs over $4.2 billion of AUM. The group formed in 2013 as a separation from Millennium in Hong Kong and London, launching the underlying Funds in 2014. The team marries relative value investments with diversified global macro trading into a single strategy. The scope of the strategy includes yield curve, asset swaps, cash futures basis, duration, money market basis, rates/FX/equity index volatility and other relative value and macro strategies in credit, FX and equities.

**Investment Case**
- Strong performance with diversifying strategy
- Strong pedigrees and deep team
- Robust risk framework

**Issues to Watch**
- Liquidity
- Growth of AUM

**Scoring Matrix**

<table>
<thead>
<tr>
<th>Category</th>
<th>Symmetry</th>
<th>Comp A</th>
<th>Comp B</th>
</tr>
</thead>
<tbody>
<tr>
<td>People</td>
<td>27.5</td>
<td>22.5</td>
<td>20</td>
</tr>
<tr>
<td>Philosophy</td>
<td>25</td>
<td>22.5</td>
<td>20</td>
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<tr>
<td>Process</td>
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<td>22.5</td>
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<tr>
<td>Performance</td>
<td>17.5</td>
<td>12.5</td>
<td>10</td>
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<tr>
<td>Terms</td>
<td>5</td>
<td>10</td>
<td>10</td>
</tr>
<tr>
<td>Total</td>
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Section V

REQUESTED BOARD ACTION
Approval of Recommendations

- TMRS Staff and Albourne recommend that the Board of Trustees approve the selection of the following fund as referenced in the Board Communication Memo:
  - Symmetry International Fund Limited $150 million
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