Absolute Return Recommendation
June 20–21, 2019

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Albourne America
Agenda

I. Executive Summary
II. Due Diligence Process Review
III. Portfolio Construction
IV. Manager Selection & Recommendation
V. Requested Board Action

Names used in this presentation may be a shortened version of the full legal name that is used for ease of communication purposes throughout this document. The formal recommendations to the Board on the last page of this presentation reflect the full legal names of the investments.
EXECUTIVE SUMMARY
## Manager Recommendation

### Executive Summary

<table>
<thead>
<tr>
<th>Summary of Recommendation</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Recommended Manager/Fund</strong></td>
</tr>
<tr>
<td>Southern Ridges Macro Fund (&quot;Southern Ridges&quot;)</td>
</tr>
<tr>
<td><strong>Total Approximate Recommended Investments/Commitments</strong></td>
</tr>
</tbody>
</table>
Section II

DUE DILIGENCE PROCESS REVIEW
Due Diligence Processes

Scoring Matrix

<table>
<thead>
<tr>
<th>Category</th>
<th>Southern Ridges</th>
<th>Comp A</th>
<th>Comp B</th>
</tr>
</thead>
<tbody>
<tr>
<td>People</td>
<td>22</td>
<td>20</td>
<td>20</td>
</tr>
<tr>
<td>Philosophy</td>
<td>25</td>
<td>20</td>
<td>20</td>
</tr>
<tr>
<td>Process</td>
<td>25</td>
<td>20</td>
<td>22.5</td>
</tr>
<tr>
<td>Performance</td>
<td>18</td>
<td>12.5</td>
<td>10</td>
</tr>
<tr>
<td>Terms</td>
<td>10</td>
<td>15</td>
<td>10</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>100.0</strong></td>
<td><strong>87.5</strong></td>
<td><strong>82.5</strong></td>
</tr>
</tbody>
</table>
Section III

PORTFOLIO CONSTRUCTION
Absolute Return Portfolio Statistics

Strategy Diversification

*Exposures above include proposed investments.
Absolute Return Portfolio Statistics

Position Sizing

- Return Enhancers
- Risk Reducers
- Balanced/Uncorrelated
- Southern Ridges
Section IV

MANAGER SELECTION AND RECOMMENDATION
Top Candidate Characteristics – Southern Ridges

$125 million Recommendation

Southern Ridges employs a team of 23 with 15 dedicated to the investment team. They currently manage just under $1 billion of AUM. The group formed in 2019 as a spin out from BlueCrest in Singapore, launching the underlying Fund in January. The Fund runs a multi-portfolio manager model, investing primarily in Emerging Market macro strategies, both directionally as well as with relative value approaches. This is a similar approach to a platform manager, though they are seeking a higher level of information-sharing in a team-based culture. Including Mohit Khurana as CIO, there are currently 10 Portfolio Managers that take risk. In addition to US Rates and FX exposure, specialization is broadly biased towards India and ASEAN countries (Indonesia, Malaysia, Philippines, Singapore, Thailand, etc.). Future growth aspirations include a desire to expand more into North Asian and non-Asian emerging markets.
Section V

REQUESTED BOARD ACTION
Approval of Recommendation

- TMRS Staff and Albourne recommend that the Board of Trustees approve the selection of the following fund:

**Recommendation:**
- Southern Ridges Macro Fund $125 million
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