

Hawaii Employees' Retirement System

Statement of Investments

September 30, 2005

Partnerships	Initial		Amount	Adjusted	Total	Latest ⁽¹⁾	Annual
Venture Capital and Growth Equity	Closing Date	Commitment	Paid	Cost	Distributions	Valuation	IRR
Austin Ventures IX	04/01/05	\$2,500,000	\$0	\$0	\$0	\$0	
Austin Ventures VI	11/17/98	\$3,000,000	\$2,971,875	\$2,824,289	\$1,029,621	\$949,978	
Austin Ventures VII	10/29/99	\$6,000,000	\$5,490,907	\$4,944,068	\$1,118,249	\$2,779,954	
Austin Ventures VIII	01/29/01	\$2,766,667	\$1,783,331	\$1,644,043	\$197,920	\$1,348,759	
Battery Ventures VII	09/30/04	\$300,000	\$15,000	\$15,000	\$0	\$13,513	
Canaan VII	04/18/05	\$3,500,000	\$210,000	\$210,000	\$0	\$210,000	
CCEP II (QP) - Riviera	09/15/00	\$105,033	\$105,033	\$102,878	\$2,155	\$2,104	
Columbia Capital Equity Partners II	05/27/99	\$3,894,967	\$3,790,025	\$3,054,382	\$2,238,791	\$444,398	
El Dorado Ventures V	09/17/99	\$5,000,000	\$4,500,000	\$4,465,034	\$1,995,419	\$1,701,654	
El Dorado Ventures VII	02/03/05	\$5,000,000	\$250,000	\$250,000	\$0	\$250,000	
InterWest Partners IX	08/17/04	\$3,000,000	\$0	\$0	\$0	\$0	
JMI Equity Fund V	05/20/05	\$1,300,299	\$175,799	\$175,799	\$0	\$169,981	
M/C Venture Partners IV	01/05/99	\$3,000,000	\$2,775,000	\$2,775,000	\$0	\$1,509,276	
M/C Venture Partners V	09/14/00	\$6,000,000	\$4,712,589	\$4,353,490	\$471,259	\$5,066,087	
Mayfield X	06/17/99	\$2,000,000	\$2,000,000	\$1,994,900	\$66,294	\$308,314	
Mayfield X Annex	05/15/02	\$294,394	\$176,636	\$176,636	\$0	\$104,701	
Mayfield XI	04/14/00	\$3,250,000	\$2,437,500	\$2,401,761	\$124,017	\$1,442,885	
Morgenthaler Partners VI	03/31/00	\$3,000,000	\$2,700,000	\$2,143,387	\$879,344	\$630,781	
New Enterprise Associates 10	01/25/01	\$8,010,784	\$6,410,784	\$5,589,692	\$2,005,087	\$4,883,735	
New Enterprise Associates 11	12/05/03	\$8,000,000	\$3,400,000	\$3,400,000	\$0	\$3,655,988	
New Enterprise Associates 9	10/28/99	\$10,000,000	\$9,800,000	\$9,505,173	\$543,345	\$2,758,824	
New Enterprise Associates VIII	09/30/98	\$7,004,816	\$7,004,816	\$6,550,169	\$8,467,036	\$2,981,882	
Oak Investment Partners IX	09/30/99	\$10,000,000	\$9,511,000	\$8,793,904	\$1,225,263	\$3,001,807	
Oak Investment Partners VIII	07/31/98	\$5,000,000	\$5,000,000	\$3,950,438	\$8,258,245	\$714,986	
Oak Investment Partners X	01/18/01	\$8,000,000	\$6,290,500	\$5,985,874	\$1,028,644	\$4,638,718	
Oak Investment Partners XI	07/01/04	\$10,000,000	\$3,397,059	\$3,397,059	\$0	\$3,238,079	
Summit Partners Private Equity Fund VII-A	05/27/05	\$6,000,000	\$0	\$0	\$0	\$0	
Summit V Companion Fund	01/30/98	\$4,000,000	\$3,780,000	\$2,180,650	\$3,278,151	\$1,044,226	
Summit Ventures VI-B	12/07/00	\$5,000,000	\$3,850,000	\$3,527,688	\$812,096	\$3,453,527	
TA IX	07/11/00	\$8,000,000	\$6,880,000	\$5,501,425	\$2,798,075	\$5,775,255	
Trident Capital Fund-VI	11/05/04	\$3,000,000	\$600,000	\$600,000	\$0	\$549,654	
U.S. Venture Partners VI	12/02/98	\$2,500,000	\$2,425,568	\$2,344,518	\$1,099,642	\$934,208	
U.S. Venture Partners VII	12/09/99	\$6,416,668	\$6,107,500	\$6,006,308	\$101,192	\$2,216,160	
U.S. Venture Partners VIII	01/31/01	\$6,000,000	\$4,359,000	\$4,319,198	\$212,738	\$3,347,026	
Weston Presidio V	02/18/05	\$2,000,000	\$0	\$0	\$0	\$0	
Worldview Technology Partners IV	03/30/01	\$3,021,670	\$2,217,840	\$2,003,521	\$317,998	\$1,269,405	
Total Venture Capital and Growth Equity		\$165,865,298	\$115,127,763	\$105,186,285	\$38,270,581	\$61,395,864	-5.82%

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Partnerships Buyouts and Special Situations	Initial Closing Date	Commitment	Amount Paid	Adjusted Cost	Total Distributions	Latest Valuation ⁽¹⁾	Annual IRR
Advent International GPE V-D	02/28/05	\$2,831,748	\$185,101	\$185,101	\$0	\$178,430	
Alta Communications VIII	02/23/00	\$6,000,000	\$5,520,000	\$5,155,053	\$1,016,721	\$4,202,163	
Blackstone Capital Partners III Merchant Banking Fund	08/22/97	\$15,699,914	\$15,022,500	\$7,296,348	\$15,764,318	\$8,958,268	
Blackstone Capital Partners IV	11/09/01	\$5,056,311	\$2,536,044	\$2,531,389	\$1,244,737	\$3,598,174	
Boston Ventures VI	05/31/00	\$4,000,000	\$3,134,000	\$2,204,759	\$1,736,312	\$1,920,623	
Candover 1997 Fund	12/16/97	\$6,368,043	\$5,833,366	\$1,190,136	\$10,219,200	\$440,371	
Candover 2005 Fund	08/12/05	\$4,216,826	\$869	\$869	\$0	\$869	
Cinven Second Fund	04/30/98	\$9,439,659	\$8,822,947	\$5,996,531	\$6,453,829	\$4,374,101	
Contrarian Capital Fund II	09/02/97	\$10,061,671	\$10,061,671	\$5,061,671	\$8,500,000	\$5,125,413	
CVC European Equity Partners II	06/03/98	\$5,000,000	\$4,564,702	\$1,491,621	\$7,291,672	\$2,209,591	
CVC European Equity Partners III	12/29/00	\$5,000,000	\$4,500,174	\$2,890,076	\$3,121,033	\$3,785,643	
CVC European Equity Partners IV	07/29/05	\$9,659,809	\$1,025,032	\$1,025,032	\$0	\$1,025,032	
First Reserve Fund IX	03/09/01	\$6,000,000	\$5,877,324	\$2,353,204	\$7,778,807	\$7,480,393	
First Reserve Fund VIII	04/07/98	\$15,591,978	\$15,014,688	\$6,543,725	\$16,615,267	\$7,432,000	
First Reserve Fund X	12/23/03	\$7,000,000	\$2,031,527	\$1,236,789	\$1,005,998	\$3,237,421	
Green Equity Investors IV	12/18/02	\$5,700,000	\$1,894,994	\$1,512,019	\$464,711	\$1,648,890	
GTCR Capital Partners	07/30/99	\$10,000,000	\$8,698,676	\$5,661,135	\$8,157,736	\$3,336,245	
GTCR Fund VI	04/24/98	\$15,000,000	\$14,856,296	\$13,533,208	\$11,487,142	\$4,830,143	
GTCR Fund VII	01/06/00	\$6,000,000	\$5,655,000	\$3,236,486	\$5,231,522	\$3,780,112	
GTCR Fund VIIA	01/06/00	\$2,000,000	\$1,135,000	\$501,757	\$1,482,827	\$855,521	
Kelso Investment Associates VII	12/16/03	\$12,000,000	\$3,342,783	\$3,239,565	\$110,022	\$3,444,119	
Madison Dearborn Capital Partners III	01/26/99	\$10,000,000	\$9,908,846	\$7,133,069	\$5,657,447	\$7,183,155	
Madison Dearborn Capital Partners IV	01/30/01	\$8,000,000	\$4,995,739	\$3,702,064	\$1,779,121	\$4,953,878	
Mezzanine Management Fund III	06/22/00	\$5,039,589	\$4,685,764	\$3,416,388	\$1,923,604	\$2,924,108	
Montagu III	07/07/05	\$3,614,882	\$19,379	\$19,379	\$0	\$19,379	
Oak Hill Capital Partners II	12/17/04	\$10,000,000	\$1,273,895	\$1,273,895	\$18,697	\$1,137,153	
Spectrum Equity Investors V	02/17/05	\$5,000,000	\$0	\$0	\$0	\$0	
Summit Subordinated Debt Fund III-A	03/05/04	\$3,000,000	\$795,000	\$795,000	\$0	\$813,672	
TA Subordinated Debt Fund	03/10/00	\$10,000,000	\$7,050,000	\$4,494,975	\$3,864,224	\$4,764,536	
The Resolute Fund	09/30/02	\$7,500,000	\$2,522,663	\$2,522,663	\$426	\$2,290,691	
Thomas H. Lee Equity Fund IV	12/17/97	\$13,441,980	\$11,614,270	\$6,254,500	\$6,505,643	\$6,218,509	
Thomas H. Lee Equity Fund V	04/21/00	\$8,332,998	\$6,397,404	\$4,486,987	\$3,767,087	\$6,790,052	
Three Cities Fund III	10/08/99	\$7,646,467	\$7,221,800	\$4,791,977	\$3,426,622	\$3,145,302	
Vestar Capital Partners IV	10/20/99	\$6,000,000	\$4,600,056	\$3,300,984	\$2,350,638	\$3,319,274	
Vestar Capital Partners V	08/11/05	\$7,000,000	\$0	\$0	\$0	\$0	
Warburg Pincus Private Equity IX	08/15/05	\$5,001,714	\$326,714	\$326,714	\$0	\$326,714	
Warburg Pincus Private Equity VIII	02/26/02	\$5,017,340	\$4,217,340	\$3,354,840	\$875,683	\$3,873,266	
Warburg, Pincus Equity Partners	06/11/98	\$10,000,000	\$10,000,000	\$4,468,106	\$9,449,292	\$4,342,419	

Hawaii Employees' Retirement System

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September 30, 2005

Partnerships	Initial		Amount	Adjusted	Total	Latest ⁽¹⁾	Annual
Buyouts and Special Situations	Closing Date	Commitment	Paid	Cost	Distributions	Valuation	IRR
WCAS Capital Partners IV	09/22/04	\$10,000,000	\$4,200,000	\$4,200,000	\$24,191	\$4,211,494	
Welsh, Carson, Anderson & Stowe IX	06/28/00	\$8,000,000	\$7,120,000	\$5,595,805	\$2,725,609	\$6,346,376	
Welsh, Carson, Anderson & Stowe VIII	07/01/98	\$10,000,000	\$10,000,000	\$9,403,160	\$1,481,041	\$7,907,046	
Welsh, Carson, Anderson & Stowe X	09/23/05	\$7,012,976	\$1,342,976	\$1,342,976	\$0	\$1,342,976	
Total Buyouts and Special Situations		\$322,233,906	\$218,004,543	\$143,729,955	\$151,531,179	\$143,773,522	9.45%
Total Partnerships		\$488,099,205	\$333,132,306	\$248,916,240	\$189,801,760	\$205,169,385	5.75%

(1) Latest Valuation represents the most recent available capital account balance, including allocations of unrealized gain or loss on the underlying portfolio company investments, reported to Abbott by the investment partnership, and adjustments for any cash flow activity (capital calls, cash and stock distributions) from the date of the latest available capital account balance through the report date.

Partnerships

Secondary Purchases	Purchase Date	Commitment	Maximum Cash Outlay	Amount Paid	Adjusted Cost	Total Distributions	Latest⁽¹⁾ Valuation	Annual IRR
<u>Venture Capital and Growth Equity</u>								
Morgenthaler Partners VI	05/06/03	\$150,000	\$73,500	\$58,500	\$30,669	\$43,968	\$31,537	
Oak Investment Partners IX	12/31/03	\$1,086,957	\$322,387	\$269,235	\$236,658	\$74,345	\$326,290	
Oak Investment Partners VIII	12/31/03	\$471,698	\$47,192	\$47,192	\$41,512	\$49,754	\$67,450	
Oak Investment Partners X	12/31/03	\$547,945	\$374,075	\$256,985	\$243,195	\$44,359	\$317,711	
Oak Investment Partners X	07/02/03	\$219,178	\$166,399	\$119,564	\$111,217	\$28,183	\$124,788	
<u>Buyouts and Special Situations</u>								
Three Cities Fund III	06/24/03	\$3,823,234	\$1,435,941	\$1,223,607	\$823,696	\$857,768	\$1,572,651	
VS&A Communications Partners III	12/01/99	\$5,000,000	\$4,899,595	\$4,538,041	\$3,191,784	\$3,871,345	\$1,728,136	
Total Secondary Purchases		\$11,299,012	\$7,319,089	\$6,513,125	\$4,678,731	\$4,969,722	\$4,168,561	12.05%
			Committed	Amount Paid	Distributions	Latest Valuation	Annual IRR	
Grand Total Partnerships			\$499,398,216	\$339,645,430	\$194,771,482	\$209,337,947	5.87%	

(1) Latest Valuation represents the most recent available capital account balance, including allocations of unrealized gain or loss on the underlying portfolio company investments, reported to Abbott by the investment partnership, and adjustments for any cash flow activity (capital calls, cash and stock distributions) from the date of the latest available capital account balance through the report date.