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OFFICE OF THE STATE COMPTROLLER

## NEW YORK STATE COMMON RETIREMENT FUND

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

### MONTHLY TRANSACTION REPORT

August 2021

#### **Global Equity**

The New York State Common Retirement Fund (CRF) invests with external managers to meet its global equity allocation. This report will include additions and terminations of external managers or addition or removal of assets from an existing manager.

#### **Brown Capital Management - \$500 million reduction**

Brown Capital Management, a U.S. small cap manager within the CRF global equity portfolio, was reduced by \$500 million on August 11-19, 2021. The account value at the time of reduction was approximately \$1.96 billion. The \$500 million was allocated to cash. In accordance with the policy of the Office of the State Comptroller, no placement agents were used in connection with the Fund's investment.

#### **Palisade Capital Management - \$250 million commitment**

The Palisade Capital Management account was funded with an additional \$250 million on August 12, 2021. The account was funded from cash. In accordance with the policy of the Office of the State Comptroller, no placement agents were used in connection with the Fund's investment.

#### **Channing Capital Management - \$250 million commitment**

The Channing Capital Management account was funded with an additional \$250 million on August 16, 2021. The account was funded from cash. In accordance with the policy of the Office of the State Comptroller, no placement agents were used in connection with the Fund's investment.

## **Private Equity**

CRF invests in private equity partnerships directly and through separately managed accounts. Significant activity includes new commitments to private equity partnerships, as well as new commitments made through separately managed accounts.

### **Insight Venture Partners X Follow-On – Insight Venture Partners - \$50 million commitment**

Insight will pursue follow-on investments in Insight Venture Partners X portfolio companies. The funding of capital calls will come from cash. Insight is an existing relationship for the CRF. In accordance with the policy of the Office of the State Comptroller, no placement agents were used in connection with the Fund's investment. This investment closed on August 2, 2021.

### **Warburg Pincus Financial Sector II, L.P. – Warburg Pincus - \$150 million commitment**

Warburg Pincus will target growth-oriented companies across various sub-sectors within the financial services sector. The funding of capital calls will come from cash. Warburg Pincus is an existing relationship for the CRF. In accordance with the policy of the Office of the State Comptroller, no placement agents were used in connection with the Fund's investment. This investment closed on August 13, 2021.

## **Fixed Income**

The NYS Common Retirement Fund's Fixed Income Portfolio is primarily managed internally. CRF is also adding Fixed Income external managers as a way to gain access to markets that are not traded internally. This report will include additions and terminations of external managers or addition or removal of assets from an existing manager.

There was no external manager activity in CRF's Fixed Income Portfolio in August 2021.

## **Real Estate**

CRF invests with real estate opportunity funds, affordable housing, mortgages and joint ventures with a property-specific mandate. Significant activity includes new commitments to general partners, investments made through joint ventures and affordable mortgages.

### **150 & 250 Owens Road, Sweden, NY.**

150 & 250 Owens Road, Sweden, NY. a 48-unit affordable housing property, under the Buy-Sell Agreement with The Community Preservation Corporation, mortgage of \$657,922.84 was funded. In accordance with the policy of the Office of the State Comptroller, no placement agents were used in connection with the Fund's investment. The mortgage closed on August 24, 2021.

### **MetLife Core Plus Partners III - \$300 million**

The MetLife Core Plus Partners platform is a joint venture targeting core-plus investment opportunities across the four major property types - multifamily, industrial, retail and office. The venture is structured 50.1%/49.9% between the general account of MetLife and the CRF, respectively. MetLife is an existing relationship for the CRF. In accordance with the policy of the Office of the State Comptroller, no placement agents were used in connection with the Fund's investment. The investment closed on August 19, 2021.

### **Credit**

CRF invests with general partners directly and through funds-of-funds organized as separate accounts for the CRF. Significant activity includes new and increased commitments to general partners made directly by the CRF, and new and increased commitments through funds-of-funds.

### **Altura Capital Fund III, L.P. – Altura Capital – \$25 Million commitment**

Altura investment is a joint effort of the Credit and the Emerging Manager teams. The fund will make mezzanine debt and private equity investments in growth-oriented, strategically positioned companies in the consumer products, food & beverage, business services, and healthcare services industries. Altura is a new investment relationship for the CRF. In accordance with the policy of the Office of the State Comptroller, no placement agents were used in connection with the Fund's investment. The investment closed on August 20, 2021.

### **Opportunistic Absolute Return Strategies**

CRF invests with general partners and investment managers who invest across asset classes on an opportunistic basis or in direct transactions. Significant activity includes new and increased commitments to general partners or transactions made directly by the CRF, and new and increased commitments through funds-of-funds.

There was no activity in CRF's opportunistic absolute return strategy portfolio in August 2021.

### **Real Assets**

CRF invests with external managers to meet its real asset allocation. This report will include new and increased allocations to external managers, terminations, and reductions from existing managers.

**Clearhaven Partners Fund I, L.P. - through NYSCRF Pioneer Partnership Fund A-II L.P.- \$24 million** advised by HarbourVest Partners, an Emerging Manager Program partner within the Private Equity asset class. Clearhaven Partners Fund I, L.P. ("Clearhaven") strategy focuses on

partnership-oriented control buyouts of lower-middle market software and software driven technology companies. Clearhaven is a new relationship for CRF. In accordance with the policy of the Office of the State Comptroller, no placement agents were used in connection with the Fund's investment. This investment closed on August 17, 2021.

**Invictus Growth Fund I, L.P.- through M2 NY Pioneer Fund III / Muller and Monroe - \$15 million** an Emerging Manager Program partner within the Private Equity asset class. Invictus Growth Fund I, L.P. ("Invictus") will make investments in growth stage companies that specialize in cybersecurity, financial technology, and software. Invictus is a new relationship for CRF. In accordance with the policy of the Office of the State Comptroller, no placement agents were used in connection with the Fund's investment. This investment closed on August 20, 2021.

### **Emerging Manager Program**

The Emerging Manager Program of the CRF was established to invest in newer, smaller and diverse investment management firms. Significant activity includes new and increased commitments to emerging managers or transactions made directly by the CRF, and new and increased commitments through emerging manager funds-of-funds.

There was no activity in CRF's emerging manager portfolio in August 2021.

### **Multi-Asset – Strategic Partnerships**

The New York State Common Retirement Fund (CRF) invests with strategic partners that invest in both public equity and fixed income. This report will include additions and terminations of external managers or addition or removal of assets from an existing manager.

There was no activity in CRF's multi-asset - strategic partnerships portfolio in August 2021.