

Hawaii Employees' Retirement System

Statement of Investments

September 30, 2006

Partnerships	Initial		Amount	Adjusted	Total	Latest ⁽¹⁾	Annual
Venture Capital and Growth Equity	Closing Date	Commitment	Paid	Cost	Distributions	Valuation	IRR
Alta Partners VIII	09/25/06	\$3,000,000	\$0	\$0	\$0	\$0	
Atlas Venture Fund VII	11/21/05	\$4,500,000	\$772,026	\$772,026	\$5,171	\$726,462	
Austin Ventures IX	04/01/05	\$2,500,000	\$309,524	\$309,524	\$0	\$284,840	
Austin Ventures VI	11/17/98	\$3,000,000	\$2,971,875	\$2,627,010	\$1,334,308	\$591,904	
Austin Ventures VII	10/29/99	\$6,000,000	\$5,636,361	\$5,060,431	\$1,272,840	\$3,010,562	
Austin Ventures VIII	01/29/01	\$2,766,667	\$2,283,332	\$2,091,328	\$341,322	\$1,792,233	
Battery Ventures VII	09/30/04	\$300,000	\$99,000	\$99,000	\$0	\$92,569	
Canaan VII	04/18/05	\$3,500,000	\$560,000	\$560,000	\$0	\$497,675	
CCEP II (QP) - Riviera	09/15/00	\$105,033	\$105,033	\$102,878	\$2,155	\$431	
Columbia Capital Equity Partners II	05/27/99	\$3,894,967	\$3,861,311	\$3,118,707	\$2,256,595	\$504,613	
El Dorado Ventures V	09/17/99	\$5,000,000	\$5,000,000	\$4,965,034	\$1,995,419	\$1,822,958	
El Dorado Ventures VII	02/03/05	\$5,000,000	\$1,000,000	\$1,000,000	\$0	\$913,182	
InterWest Partners IX	08/17/04	\$3,000,000	\$600,000	\$600,000	\$0	\$549,968	
JMI Equity Fund V	05/20/05	\$1,300,299	\$587,682	\$587,682	\$0	\$556,541	
M/C Venture Partners IV	01/05/99	\$3,000,000	\$2,775,000	\$2,615,149	\$400,000	\$1,860,514	
M/C Venture Partners V	09/14/00	\$6,000,000	\$5,105,069	\$4,409,656	\$1,789,078	\$5,342,241	
M/C Venture Partners VI	03/03/06	\$6,000,000	\$65,293	\$65,293	\$0	\$65,293	
Mayfield X	06/17/99	\$2,000,000	\$2,000,000	\$1,994,900	\$66,294	\$311,358	
Mayfield X Annex	05/15/02	\$294,394	\$191,356	\$191,356	\$0	\$104,727	
Mayfield XI	04/14/00	\$3,250,000	\$2,600,000	\$2,564,261	\$124,017	\$1,659,837	
Morgenthaler Partners VI	03/31/00	\$3,000,000	\$2,850,000	\$2,076,475	\$1,414,366	\$1,010,567	
New Enterprise Associates 10	01/25/01	\$8,010,784	\$7,010,784	\$5,994,847	\$2,648,639	\$5,116,136	
New Enterprise Associates 11	12/05/03	\$8,000,000	\$5,200,000	\$4,799,990	\$852,874	\$5,235,799	
New Enterprise Associates 12	04/25/06	\$10,000,000	\$400,000	\$400,000	\$0	\$374,041	
New Enterprise Associates 9	10/28/99	\$10,000,000	\$9,800,000	\$9,366,336	\$1,165,520	\$3,484,036	
New Enterprise Associates VIII	09/30/98	\$7,004,816	\$7,004,816	\$6,550,169	\$8,467,036	\$3,035,509	
Oak Investment Partners IX	09/30/99	\$10,000,000	\$10,000,000	\$9,145,905	\$2,124,991	\$4,217,849	
Oak Investment Partners VIII	07/31/98	\$5,000,000	\$5,000,000	\$3,950,438	\$8,258,245	\$977,314	
Oak Investment Partners X	01/18/01	\$8,000,000	\$7,082,500	\$6,400,553	\$1,850,653	\$5,110,577	
Oak Investment Partners XI	07/01/04	\$10,000,000	\$7,602,941	\$7,163,320	\$715,387	\$6,926,791	
Oak Investment Partners XII	05/19/06	\$8,000,000	\$937,278	\$937,278	\$0	\$937,278	
Summit Partners Private Equity Fund VII-A	05/27/05	\$6,000,000	\$300,000	\$300,000	\$0	\$282,859	
Summit V Companion Fund	01/30/98	\$4,000,000	\$3,820,000	\$1,634,750	\$4,445,386	\$413,472	
Summit Ventures VI-B	12/07/00	\$5,000,000	\$4,750,000	\$3,920,116	\$2,222,027	\$3,745,312	
TA IX	07/11/00	\$8,000,000	\$7,760,000	\$5,358,589	\$5,006,487	\$5,551,110	
TA X	03/23/06	\$10,000,000	\$700,000	\$700,000	\$0	\$692,646	
Thomas, Mc Nerney & Partners II	08/03/06	\$4,500,000	\$0	\$0	\$0	\$0	
Trident Capital Fund-VI	11/05/04	\$3,000,000	\$1,110,000	\$1,026,452	\$93,239	\$905,029	

Hawaii Employees' Retirement System

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Partnerships							
Venture Capital and Growth Equity	Initial Closing Date	Commitment	Amount Paid	Adjusted Cost	Total Distributions	Latest ⁽¹⁾ Valuation	Annual IRR
U.S. Venture Partners VI	12/02/98	\$2,500,000	\$2,425,568	\$2,344,518	\$1,099,642	\$985,095	
U.S. Venture Partners VII	12/09/99	\$6,416,668	\$6,107,500	\$5,707,102	\$298,112	\$2,052,797	
U.S. Venture Partners VIII	01/31/01	\$6,000,000	\$4,899,000	\$4,574,876	\$631,365	\$3,419,514	
Weston Presidio V	02/18/05	\$2,000,000	\$364,000	\$364,000	\$0	\$343,627	
Worldview Technology Partners IV	03/30/01	\$3,021,670	\$2,520,007	\$2,305,688	\$317,998	\$1,719,909	
Total Venture Capital and Growth Equity		\$211,865,298	\$134,167,257	\$118,755,639	\$51,199,167	\$77,225,175	-1.58%

Hawaii Employees' Retirement System

Statement of Investments

September 30, 2006

Partnerships	Initial	Amount	Adjusted	Total	Latest ⁽¹⁾	Annual	
Buyouts and Special Situations	Closing Date	Commitment	Paid	Cost	Distributions	Valuation	IRR
Advent International GPE V-D	02/28/05	\$2,966,586	\$641,488	\$550,291	\$172,635	\$521,604	
Alta Communications VIII	02/23/00	\$6,000,000	\$5,760,000	\$4,962,240	\$1,739,894	\$3,761,987	
Blackstone Capital Partners III Merchant Banking Fund	08/22/97	\$15,714,068	\$15,048,929	\$7,135,233	\$17,096,105	\$7,446,066	
Blackstone Capital Partners IV	11/09/01	\$5,057,104	\$3,897,134	\$3,514,020	\$3,019,875	\$4,603,419	
Boston Ventures VI	05/31/00	\$4,000,000	\$3,290,000	\$1,912,223	\$2,772,594	\$1,928,091	
Candover 1997 Fund	12/16/97	\$6,401,346	\$5,833,366	\$667,954	\$10,790,854	\$187,077	
Candover 2005 Fund	08/12/05	\$4,432,208	\$917,816	\$917,816	\$0	\$873,147	
Cinven Fourth Fund	02/24/06	\$8,881,600	\$0	\$0	\$0	\$0	
Cinven Second Fund	04/30/98	\$9,307,705	\$8,910,502	\$4,258,704	\$7,421,854	\$4,744,262	
Contrarian Capital Fund II	09/02/97	\$10,061,671	\$10,061,671	\$3,386,671	\$10,675,000	\$3,047,847	
CVC European Equity Partners II	06/03/98	\$5,000,000	\$4,569,673	\$1,294,420	\$8,063,111	\$2,070,035	
CVC European Equity Partners III	12/29/00	\$5,000,000	\$4,572,056	\$2,369,312	\$5,589,750	\$3,802,799	
CVC European Equity Partners IV	07/29/05	\$9,989,701	\$2,967,041	\$2,754,811	\$213,490	\$2,697,282	
First Reserve Fund IX	03/09/01	\$6,000,000	\$5,877,324	\$1,416,231	\$13,749,808	\$3,416,034	
First Reserve Fund VIII	04/07/98	\$15,591,978	\$15,014,688	\$5,842,907	\$18,028,864	\$8,616,959	
First Reserve Fund X	12/23/03	\$7,000,000	\$5,072,096	\$4,050,781	\$2,401,864	\$5,107,919	
First Reserve Fund XI	07/28/06	\$10,000,000	\$0	\$0	\$0	\$0	
Green Equity Investors IV	12/18/02	\$5,700,000	\$3,215,684	\$2,832,709	\$464,711	\$3,089,400	
GTCR Capital Partners	07/30/99	\$10,000,000	\$8,698,676	\$3,141,756	\$11,741,879	\$1,490,220	
GTCR Fund IX	06/23/06	\$7,000,000	\$0	\$0	\$0	\$0	
GTCR Fund VI	04/24/98	\$15,000,000	\$15,000,000	\$13,318,291	\$12,073,349	\$4,531,142	
GTCR Fund VII	01/06/00	\$6,000,000	\$5,760,000	\$2,954,496	\$6,779,239	\$3,955,792	
GTCR Fund VIIA	01/06/00	\$2,000,000	\$1,135,000	\$382,455	\$1,620,389	\$1,049,953	
Kelso Investment Associates VII	12/16/03	\$12,000,000	\$5,065,826	\$4,909,181	\$267,648	\$6,374,898	
Madison Dearborn Capital Partners III	01/26/99	\$10,000,000	\$9,908,846	\$6,100,515	\$9,928,748	\$4,741,667	
Madison Dearborn Capital Partners IV	01/30/01	\$8,000,000	\$6,810,635	\$5,354,872	\$2,264,977	\$7,415,222	
Madison Dearborn Capital Partners V	02/16/06	\$10,037,500	\$37,500	\$37,500	\$0	\$37,500	
Mezzanine Management Fund III	06/22/00	\$5,039,589	\$4,808,780	\$3,131,524	\$2,655,760	\$4,360,164	
Montagu III	07/07/05	\$3,782,050	\$800,280	\$800,280	\$0	\$757,358	
Oak Hill Capital Partners II	12/17/04	\$10,000,000	\$3,428,609	\$3,428,609	\$20,389	\$3,422,999	
Spectrum Equity Investors V	02/17/05	\$5,000,000	\$875,000	\$875,000	\$0	\$736,897	
Summit Subordinated Debt Fund III-A	03/05/04	\$3,000,000	\$1,560,000	\$1,362,179	\$215,474	\$1,412,620	
TA Subordinated Debt Fund	03/10/00	\$10,000,000	\$10,000,000	\$5,686,575	\$6,443,472	\$5,826,805	
TA Subordinated Debt Fund II	03/23/06	\$3,000,000	\$330,000	\$330,000	\$0	\$330,000	
The Resolute Fund	09/30/02	\$7,500,000	\$4,187,994	\$4,153,166	\$137,077	\$4,789,816	
Thomas H. Lee Equity Fund IV	12/17/97	\$12,830,229	\$11,699,793	\$4,381,034	\$9,144,623	\$2,979,834	
Thomas H. Lee Equity Fund V	04/21/00	\$8,332,998	\$7,701,688	\$5,248,052	\$4,492,997	\$8,399,496	
Three Cities Fund III	10/08/99	\$7,646,467	\$7,563,078	\$5,133,255	\$3,461,976	\$3,816,050	

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September 30, 2006

Partnerships	Initial Closing Date	Commitment	Amount Paid	Adjusted Cost	Total Distributions	Latest ⁽¹⁾ Valuation	Annual IRR
Buyouts and Special Situations							
Vestar Capital Partners IV	10/20/99	\$6,000,000	\$5,547,857	\$3,619,537	\$3,393,322	\$3,607,340	
Vestar Capital Partners V	08/11/05	\$7,000,000	\$955,934	\$955,934	\$0	\$924,557	
Warburg Pincus Private Equity IX	08/15/05	\$5,001,714	\$2,126,714	\$2,076,714	\$52,150	\$2,099,193	
Warburg Pincus Private Equity VIII	02/26/02	\$5,017,340	\$5,017,340	\$3,618,127	\$1,557,332	\$5,039,365	
Warburg, Pincus Equity Partners	06/11/98	\$10,000,000	\$10,000,000	\$3,256,887	\$12,716,662	\$2,305,228	
WCAS Capital Partners IV	09/22/04	\$10,000,000	\$4,700,000	\$4,700,000	\$239,803	\$4,923,011	
Welsh, Carson, Anderson & Stowe IX	06/28/00	\$8,000,000	\$7,440,000	\$5,592,489	\$3,762,356	\$7,143,061	
Welsh, Carson, Anderson & Stowe VIII	07/01/98	\$10,000,000	\$10,000,000	\$8,522,534	\$3,197,745	\$7,554,774	
Welsh, Carson, Anderson & Stowe X	09/23/05	\$7,012,976	\$1,832,976	\$1,832,976	\$0	\$1,750,645	
Total Buyouts and Special Situations		\$361,304,831	\$248,641,994	\$152,770,261	\$198,367,775	\$157,689,535	10.76%
Total Partnerships		\$573,170,130	\$382,809,252	\$271,525,900	\$249,566,941	\$234,914,710	7.54%

(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	\$66,000	\$27,323	\$70,719	\$50,526	
Oak Investment Partners IX	12/31/03	\$1,086,957	\$322,387	\$322,388	\$274,920	\$172,140	\$458,470	
Oak Investment Partners VIII	12/31/03	\$471,698	\$47,192	\$47,192	\$41,512	\$49,754	\$92,198	
Oak Investment Partners X	12/31/03	\$547,945	\$374,075	\$311,230	\$271,597	\$100,661	\$350,028	
Oak Investment Partners X	07/02/03	\$219,178	\$166,399	\$141,261	\$122,577	\$50,704	\$137,714	
<u>Buyouts and Special Situations</u>								
Three Cities Fund III	06/24/03	\$3,823,234	\$1,435,941	\$1,394,246	\$994,335	\$875,445	\$1,908,024	
VS&A Communications Partners III	12/01/99	\$5,000,000	\$4,899,595	\$4,553,000	\$3,181,554	\$4,041,975	\$1,848,765	
Total Secondary Purchases		\$11,299,012	\$7,319,089	\$6,835,317	\$4,913,818	\$5,361,398	\$4,845,724	12.81%
			Committed	Amount Paid	Distributions	Latest Valuation	Annual IRR	
Grand Total Partnerships			\$584,469,141	\$389,644,569	\$254,928,339	\$239,760,435	7.64%	

(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.