



State of Rhode Island
Office of the General Treasurer

Staff Addendum: TPG AG Asset Based Credit Evergreen Fund

October 2026

Asset Class: Private Credit

Summary

This addendum updates Staff's May 2025 recommendation for the TPG AG Asset Based Credit Evergreen Fund ("ABEF" or the "Fund").

- **Rhode Island Employees' Retirement System Pooled Trust (ERSRI):** Approve an additional commitment of up to \$20 million, increasing the aggregate commitment from \$30 million to up to \$50 million.
- **Rhode Island OPEB System Trust (OPEB):** Approve an additional commitment of up to \$2 million, increasing the aggregate commitment from \$3 million to up to \$5 million.

Allocation

Plan	Allocation as of August 31, 2026	2026 Pacing Plan	Recommended Additional Commitment
ERSRI	Private Credit: 2.8% vs. 3.0% target	\$50 million across 1 to 4 funds	Up to \$20 million
OPEB	Private Credit: 1.6% vs. 5.0% target	\$17 million across 1 to 4 funds	Up to \$2 million

Recommendation

Investment Staff recommends an additional \$20 million commitment to the TPG Angelo Gordon Asset Based Credit Evergreen Fund, increasing ERSRI's aggregate commitment from \$30 million to \$50 million.

The recommendation reflects the Fund's performance since ERSRI's initial investment, its role in diversifying the private credit portfolio, and improved management fee terms available at the higher commitment level.

Strategy Overview

ABEF invests in asset-backed credit across consumer finance, real assets, and specialty lending. Investments are primarily structured as whole loan purchases and privately negotiated financing facilities secured by diversified pools of assets.

The strategy provides exposure to sources of credit risk distinct from traditional corporate direct lending. Its evergreen structure allows capital from shorter-duration, maturing investments to be recycled into new opportunities, supporting consistent exposure and improving capital efficiency.

Performance

As of June 30, 2026, ABEF reported a 12.7% net IRR and 1.1x net multiple, consistent with its targeted net return of 12% to 15%. The portfolio had approximately \$1.5 billion in NAV, with investments diversified across real assets (47%), consumer credit (27%), and specialty finance (26%).

StepStone's September 2026 review identified no material deviations from the original investment strategy and reaffirmed its favorable assessment of the manager's investment capabilities.

Fees

Increasing ERSRI's commitment to \$50 million reduces the management fee from 0.98% to 0.82% of net invested capital, with the reduced rate applying to both the existing and additional commitments. The incentive fee remains 15%, subject to a 7.5% hurdle.