

Recommendation on Samlyn Onshore Fund, Ltd

To: RISIC
Prepared: February 25, 2015
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Samlyn Onshore Fund, Ltd (the "Fund") is an equity long/short fund managed by Samlyn Capital ("Samlyn"). ERSRI initially invested with Samlyn Onshore Fund, Ltd in January 2012 as part of the Global Equity Portfolio. As of January 31, 2015, ERSRI has \$110 million invested in the Fund. From January 2012-January 2015, the Fund has performed well with an annualized return of 12.94% net of fees with a standard deviation of 5.65% and a Sharpe Ratio of 2.14.

At the time of ERSRI initial investment in the Fund, the Fund offered two share classes: a one-year hard lock class with semi-annual redemptions thereafter and a three-year hard lock class. ERSRI initially invested in the one-year share class with a management fee of 2% and a performance fee of 20%. ERSRI made an additional investment in Samlyn in 2014 in the three year hard-lock class to take advantage of lower fees. Samlyn is now offering a one-year hard lock share class with annual rather than semi-annual redemptions thereafter with a management fee of 1.75% and a 17.5% performance fee.

Cliffwater recommends that ERSRI switch its existing investment in the one-year hard lock class (\$87 million as of 1/31/2015) to the new one-year hard lock class with annual redemptions thereafter to take advantage of the lower fee structure.

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