

PERMANENT UNIVERSITY FUND

**Report on Certain Specified Data
as Required by Texas Government Code Ch. 2101 Subchapter D**

December 31, 2021

This report is available on the UTIMCO website at www.utimco.org

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Beneficiaries of the Fund

The Permanent University Fund (PUF) is a public endowment contributing to the support of institutions of The University of Texas System (UT System) and the Texas A&M University System (A&M System). The Constitution of 1876 established the PUF through the appropriation of land grants previously given to The University of Texas plus one million acres. Additional land grants to the PUF were completed in 1883 with the contribution of another one million acres. Today the PUF contains 2.1 million acres located in 24 counties primarily in West Texas.

Responsibility and Management of the Fund

The State Constitution vests fiduciary responsibility for the PUF with the Board of Regents of The University of Texas System. The Board has entered into a contract with a nonprofit corporation, The University of Texas/Texas A&M Investment Management Company (UTIMCO), for UTIMCO to invest funds under the control and management of the Board. UTIMCO may not engage in any business other than investing funds designated by the Board under the contract. Specific investment decisions are handled by the investment staff as well as unaffiliated investment managers who are employed from time to time.

Investment Objectives

The primary investment objective of the PUF shall be to maximize investment returns within the risk parameters specified in its investment policy statement without regard to the distribution rate. Investment returns are expressed net of all investment-related expenses.

Market Value and Book Value of the PUF

On December 31, 2021 the market value and book value of the PUF was \$33.3 billion and \$26.5 billion, respectively, exclusive of land acreage.

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Investment Performance of the Ten Largest Stock Holdings – January 1, 2021 through December 31, 2021.

<u>Name</u>	<u>Market Value</u>	<u>Total Return</u>	<u>Percentage of Fund December 31, 2021</u>
MIDEA GROUP CO LTD	95,166,465.87	-21.45%	0.29%
TAIWAN SEMICONDUCTOR MANUFACTU	91,053,237.62	19.86%	0.27%
ALPHABET INC	67,798,644.31	65.17%	0.20%
NEW RELIC INC	49,524,402.65	68.13%	0.15%
ASHLAND GLOBAL HOLDINGS INC	41,474,669.62	37.67%	0.12%
KWEICHOW MOUTAI CO LTD	36,546,986.59	6.34%	0.11%
AMAZON.COM INC	35,912,479.54	2.38%	0.11%
MICROSOFT CORP	32,440,924.76	52.48%	0.10%
LIBERTY MEDIA CORP-LIBERTY FOR	31,643,581.18	48.45%	0.10%
UBER TECHNOLOGIES INC	29,350,409.97	-17.78%	0.09%

Asset Allocation

Asset allocation is the primary determinant in the volatility of the PUF's performance, subject to the asset allocation range as specified by its investment policy statement, and is the responsibility of UTIMCO. The following represents asset allocation at December 31, 2021.

Asset Class	12/31/2021
Global Equity:	
Developed Public Equity	23.4%
Emerging Markets Public Equity	7.2%
<i>Total Public Equity</i>	30.6%
Directional Hedge Funds	7.7%
Private Equity	25.8%
Total Global Equity	64.1%
Stable Value:	
Investment Grade Fixed Income	6.1%
Long Treasuries	0.7%
Credit-Related Fixed Income	0.1%
<i>Total Fixed Income</i>	6.9%
Cash	0.8%
Stable Value Hedge Funds	9.3%
Total Stable Value	17.0%
Real Return:	
Inflation Linked Bonds	1.8%
Commodities	0.0%
Natural Resources	4.6%
Infrastructure	2.3%
Real Estate	6.3%
Total Real Return	15.0%
Strategic Partnerships	3.9%
Total All Asset Classes	100.0%

Economically Targeted Investments

The PUF invests in various private equity funds which are considered economically targeted investments. Economically targeted investments means an investment in which at least 50% of the total investment is allocated to economic development within the state of Texas or investment in businesses or entities located within the state of Texas. These private equity investments are made through internally created investment pools.

The following is the market value of PUF's proportionate share of these investments:

Investment Name	Market Value
AUSTIN VENTURES IX LP	\$ 1,519,775
AUSTIN VENTURES VIII LP	83,798
AUSTIN VENTURES X LP	2,063,126
DIRECT INVESTMENT #1	6,730,126
DIRECT INVESTMENT #2	10,712,840
DIRECT INVESTMENT #3	102,719
DIRECT INVESTMENT #4	9,490,336
ENCAP ENERGY CAPITAL FUND VII LP	1,912,993
EQT INFRASTRUCTURE IV CO-INVESTMENT A SCSP	48,861,891
ESCALATE CAPITAL I LP	226,458
PENNYBACKER III LP	5,220,580
PENNYBACKER IV LP	45,011,786
PTV SCIENCES II LP	1,358,617
PTV SPECIAL OPPORTUNITIES I LP	17,732
ROX II MED CENTER LP	5,035,731
SANTÉ HEALTH VENTURES II LP	19,702,600
SCF-IX LP	22,653,307
SCF-V LP	473,093
SCF-VI LP	2,237,729
SCF-VII (A) LP	607,147
SCF-VII LP	6,317,376
SCF-VIII LP	16,162,505
SERVE OPPORTUNITIES FUND I LP	72,770,490
SOUTHWEST OPPORTUNITY PARTNERS LP	57,793
TEAKWOOD CAPITAL III (CO-INVESTMENT) LP	9,212,522
TEAKWOOD CAPITAL III LP	24,812,338
VISTA EQUITY ENDEAVOR FUND II LP	10,005,324
VISTA EQUITY PARTNERS FUND VII LP	108,864,431
	<u>\$ 432,225,163</u>