

**PERMANENT UNIVERSITY FUND**

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

**December 31, 2023**

**This report is available on the UTIMCO website at [www.utimco.org](http://www.utimco.org)**

## **PERMANENT UNIVERSITY FUND**

### **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, 2023 the market value and book value of the PUF was \$34.5 billion and \$30.3 billion, respectively, exclusive of land acreage.

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### Investment Performance of the Ten Largest Stock Holdings – January 1, 2023 through December 31, 2023.

<u>Name</u>	<u>Market Value</u>	<u>Total Return</u>	<u>Percentage of Fund December 31, 2023</u>
MICROSOFT CORP	108,814,967.52	58.19%	0.32%
TAIWAN SEMICONDUCTOR MANUFACTU	76,336,166.85	35.64%	0.22%
AMAZON.COM INC	72,650,426.15	80.88%	0.21%
AWI-ASH WO INDIA OPP FD-DUSD	71,366,641.28	24.30%	0.21%
SAMSUNG ELECTRONICS CO LTD	61,516,342.56	41.41%	0.18%
NVIDIA CORP	56,151,576.04	239.02%	0.16%
ALPHABET INC	52,330,863.88	58.83%	0.15%
META PLATFORMS INC	48,641,994.35	194.13%	0.14%
APPLE INC	46,818,154.14	49.00%	0.14%
NOVO NORDISK A/S	41,699,445.16	54.79%	0.12%

## 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, 2023.

Asset Class	12/31/2023
<b>Global Equity:</b>	
Developed Public Equity	23.9%
Emerging Markets Public Equity	7.1%
<i>Total Public Equity</i>	31.0%
Directional Hedge Funds	5.7%
Private Equity	25.9%
<b>Total Global Equity</b>	62.6%
<b>Stable Value:</b>	
Investment Grade Fixed Income	0.0%
Long Treasuries	3.9%
Credit-Related Fixed Income	0.1%
<i>Total Fixed Income</i>	4.0%
Cash	1.5%
Stable Value Hedge Funds	10.3%
<b>Total Stable Value</b>	15.8%
<b>Real Return:</b>	
Inflation Linked Bonds	1.0%
Commodities	0.0%
Natural Resources	3.6%
Infrastructure	3.9%
Real Estate	8.2%
<b>Total Real Return</b>	16.7%
Strategic Partnerships	4.8%
Innovation & Disruption	0.1%
<b>Total All Asset Classes</b>	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:

<b>Investment Name</b>	<b>Market Value</b>
AUSTIN VENTURES IX LP	\$ 519,779
AUSTIN VENTURES X LP	983,281
DIRECT INVESTMENT #1	4,531,641
DIRECT INVESTMENT #2	15,196,532
DIRECT INVESTMENT #3	12,765,272
EQT INFRASTRUCTURE IV CO-INVESTMENT A SCSP	11,463,279
ESCALATE CAPITAL I LP	200,438
HANNATHON CIV LP	17,965,532
NEW HORIZONS EL PASO LP	4,591,006
PBC AUSTIN 2021 EQUITY I LP	11,535,094
PENNYBACKER III LP	293,520
PENNYBACKER IV LP	10,057,914
PEP DEVELOPMENT OPPORTUNITIES FUND LP	600,691
PTV SCIENCES II LP	209,805
ROX II MED CENTER LP	4,471,667
SANTÉ HEALTH VENTURES II LP	10,403,290
SCF-IX LP	50,712,071
SCF-VII (A) LP	698,485
SCF-VII LP	2,852,490
SCF-VIII LP	26,308,393
SERVE OPPORTUNITIES FUND I LP	144,154,379
TEAKWOOD CAPITAL III (CO-INVESTMENT) LP	8,979,083
TEAKWOOD CAPITAL III LP	21,413,524
VISTA EQUITY ENDEAVOR FUND II LP	35,756,885
VISTA EQUITY PARTNERS FUND VII LP	126,474,247
	<u>\$ 523,138,298</u>