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NEW YORK STATE COMMON RETIREMENT FUND
Thomas P. DiNapoli
New York State Comptroller

MONTHLY TRANSACTION REPORT
June 2007

Rebalancing

In June, the New York Common Retirement Fund (CRF) rebalanced its holdings by shifting \$1.5 billion from equities to fixed income and cash.

Domestic Equity

The CRF manages a significant share of its domestic public equity holdings internally. CRF also invests with external managers. This report will include significant purchases or sales of our internally managed index funds (these are a result of rebalancing actions), as well as adding and terminating managers or adding or removing assets from an existing manager.

The BGI Russell 1000 Alpha Tilts account was reduced by \$750 million. This was done in conjunction with an asset allocation rebalance.

Wells Capital Management, CRF renewed its account with Wells. No placement agents were involved.

International Equity

The CRF invests with external managers to meet its international public equity allocation. Significant activity includes adding or reducing allocations to existing managers, as well as adding and terminating managers.

There was no activity in our international equity portfolio in June 2007.

Private Equity

The CRF invests with private equity general partners directly and through managed fund-of-funds accounts. Significant activity includes new commitments to general partners made directly by CRF and also through fund-of-funds organized as separate accounts for CRF.

KKR Asia Fund, \$50 million commitment. KKR is an existing relationship for CRF. No placement agents were involved in CRF's investment. The commitment closed on June 20.

Accent 2008 through the Access/NY European Middle Market Buyout Fund, €10 million commitment. No placement agents were involved in CRF's investment. The commitment closed on June 26.

Kohlberg Investors VI through the Hudson River Fund II, \$25 million commitment. This is an existing relationship for CRF. No placement agents were involved in CRF's investment. The commitment closed on June 29.

A venture capital fund through the Fairview Ventures II-NY Fund, \$7.5 million commitment. For competitive reasons the identity of the fund is not disclosed. This is an existing relationship for CRF. No placement agents were involved in CRF's investment. The commitment closed on June 29.

Real Estate

The CRF invests with real estate opportunity funds, joint ventures with a property-specific mandate, affordable housing and mortgages. Significant activity includes new commitments to general partners, investing through joint ventures and affordable mortgages, as well as selling assets.

North Hill Apartments, 410 units, in Dunwoody (Atlanta), GA., purchased through the Fairfield Residential joint venture. CRF invested \$9.7 million. The acquisition cost to the venture was \$43.8 million. Fairfield has been a joint venture partner with CRF since 2002. No placement agents are involved in this type of transaction. The commitment closed on June 1.

LAC and LAC II, the joint venture vehicles with Lexington Realty Trust, were sold for \$277 million. Lexington Realty Trust has been a joint venture partner with CRF since 1999. No placement agents are involved in this type of transaction. The sale closed on June 1.

Blackstone Real Estate Partners VI, \$800 million commitment. CRF has been an investor with Blackstone since 1998. No placement agents were involved in CRF's investment. The commitment closed on June 4.

I-88 and Mitchell Road, in North Aurora, IL, purchased through the Liberty Property Trust Joint Venture. CRF invested \$8.04 million. The acquisition cost to the venture was \$10.72 million. Liberty Property Trust has been a joint venture with CRF since 2006. No placement agents are involved in this type of transaction. The commitment closed on June 13.

Parkway Plaza Shopping Center, in Norman, OK owned in a joint venture with Kimco, was sold for \$35 million. Kimco has been a joint venture partner with CRF since 1998. No placement agents are involved in this type of transaction. The sale closed on June 13.

Merrill Creek Apartments in Everett, WA, owned in a joint venture with Fairfield Residential, was sold for \$74.5 million. Fairfield Residential has been a joint venture partner with CRF since 2002. No placement agents are involved in this type of transaction. The sale closed on June 29.

Absolute Return Strategies

The CRF invests with absolute return strategies general partners directly and through managed fund-of-funds accounts. Significant activity includes new commitments to general partners, increasing commitments and terminating managers.

Liberty Oak Capital Fund, a fund-of-funds, an additional \$300 million, bringing the total investment with Coast to \$935 million. This is an existing relationship with CRF. Searle & Co. received a fee from Liberty Oak for placement agent services. The investment closed on June 1.

The following relationships were made through one of CRF's fund-of-fund programs. For competitive reasons, the identity of the fund-of-fund manager is not disclosed.

Bear Stearns Asset Backed Securities Fund, \$10 million. Bear is an asset-backed securities focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Bear Stearns Emerging Markets Macro Fund, \$10 million. Bear is a global macro-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Clinton Quantitative Equity Strategies Fund, \$10 million. Clinton is an arbitrage fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Drake Global Opportunities Fund, \$5 million. Drake is a global macro-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

East Avenue Global Macro Fund, \$15 million. East Avenue is a global macro-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

EMS Fund, \$0.5 million. EMS is an equity hedge-focused fund. This is an existing relationship with CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Endeavour Capital Partners Fund, \$0.5 million. Endeavour is an equity hedge-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Entrust Capital Waters Fund, \$5 million. Entrust is an equity hedge-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

GoldenTree Offshore Fund, \$15 million. GoldenTree is a multi-strategy fund. This is an existing relationship with CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Gramercy Emerging Markets Fund, \$10 million. Gramercy is a fixed income arbitrage fund. This is a new fund relationship for CRF. Chatsworth Securities received a fee from Gramercy for placement agent services. The investment closed on June 1.

JL Partners Fund, \$1 million. JL is an equity hedge-focused fund. This is an existing relationship with CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Marathon Structured Finance Fund, \$5 million. Marathon is a structured finance focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Ore Hill International Fund, \$10 million. Ore Hill is an event-driven fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Petra Offshore Fund, \$5 million. Petra is a direct lending focused fund. This is a new fund relationship for CRF. Aurelius Advisors received a fee from Petra for placement agent services. The investment closed on June 1.

Plainfield Special Situations Fund, \$10 million. Plainfield is a multi-strategy fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Scoggin Capital Management Fund, \$2 million. Scoggin is an event-driven fund. This is an existing relationship with CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Solus fund, \$5 million. Solus is a distressed focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Southpoint Offshore Fund, \$20 million. Southpoint is an equity hedge-focused fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Starks Investment Limited Partnership Fund, \$5 million. Starks is a multi-strategy fund. This is a new fund relationship for CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.

Zaxis Equity Neutral Fund, \$2 million. Zaxis is an event-driven fund. This is an existing relationship with CRF. No placement agents were involved in CRF's investment. The investment closed on June 1.