

## Investment Recommendation

SERS Investment Office staff (“Staff”) and SERS’ Private Equity Consultant, StepStone Group, recommend that the State Employees’ Retirement System Investment Committee interview BV Investment Partners, L.P. (“BV” or the “Firm”), at the December 2, 2025, Investment Committee Meeting to consider a potential commitment of up to \$65 million to BVIP Fund XII, L.P. (“Fund XII” or the “Fund”), subject to the satisfactory completion of legal due diligence and contract negotiation. This would be a new investment manager relationship for SERS. Fund XII is targeting \$2.0 billion of capital commitments with a \$2.25 billion hard cap. The Fund is targeting a final close in January 2026.

## Investment Rationale

Staff believes BVIP Fund XII represents a strong candidate for SERS’ capital commitment, as it offers:

- Access to a High Conviction Manager
- Thesis Driven Investing with Attractive Sourcing Capabilities
- Demonstrated Value Creation
- A Compelling Market Opportunity
- A Strong Portfolio Fit
- A Diverse Manager

## Investment Risks

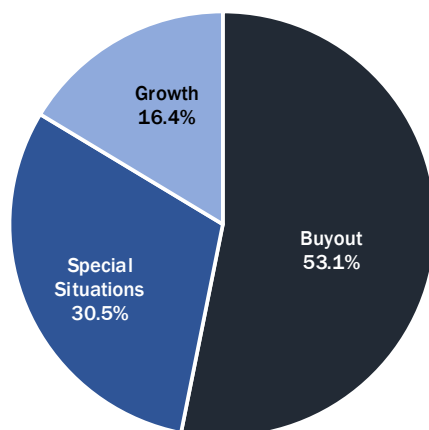
- Key Person Risk
- Team Turnover
- Fund Size Increase / Team Capacity
- Additional Tech Exposure
- Litigation or Headline Risk

## Portfolio Implications

A commitment to Fund XII would be considered a 2025 vintage allocation to a fund that is categorized in the Private Equity asset class and Buyout sub-asset class. As of June 30, 2025, SERS’ total allocation to Buyouts represented approximately 53.1% of the total Private Equity portfolio.

A commitment to Fund XII is expected to increase the Private Equity sub-strategy exposure to Buyouts by approximately 0.5%.

SERS Core PE Sub-Strategy Allocation as of 6/30/2025



SERS Projected Core PE Sub -Strategy Allocation

