



**Secretariat**

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The following items arise from the Investment Committee meeting of December 7, 2017. They are presented to the Board of Governors for its information.

**I. FOR THE INFORMATION OF THE BOARD OF GOVERNORS**

**1. Investment in AEW Partners VIII U.S. Opportunistic Real Estate Fund [IC17-19]**

The Committee approved an allocation of up to US \$20 million in AEW Partners VIII's US Opportunistic Real Estate Fund, which will be funded from future distributions of current alternative investments. The Committee had previously made an allocation to AEW Partners Fund VII in late 2013, which demonstrated positive returns for all properties in the portfolio. The McGill Investment Portfolio (MIP)'s exposure to real estate remains low at 3.3% of total assets versus a target allocation of 5%.

**2. Presentation on Risks of Private Investments [IC17-18]**

The Committee received a presentation on the characteristics associated with the funding, liquidity, pricing and capital risks within the MIP with regard to its private investments asset class.

**3. Discussion and Review of External Managers – Termination of Nipun Asia [IC17-21]**

The Committee received a report, which provided an update on investment managers, ratings and performance. The report included a recommendation to terminate Nipun Asia's mandate, valued at \$10.2 million, due to underperformance, which was subsequently approved by the Committee.

**4. Market Value of Investment Portfolio at October 31, 2017 [IC17-17]**

The Committee received an update on the market value of the MIP, which was \$1.6 billion as of October 31, 2017. In terms of asset allocation, as of October 31, 2017, weights of the portfolio were public equities at 53.7%, alternative investments at 26.7%, fixed income at 19.3% and cash and others at 0.3%.

## **5. Reports**

The Committee received the following reports for information:

- Dashboard
- Overall Compliance with SIP and Investment Manager Mandates

**END**  
**December 2017**