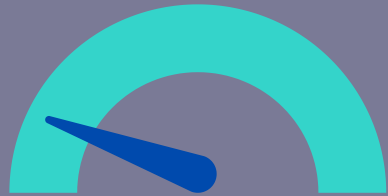


OCIO IMPLEMENTATION SYSTEMS

A sliding scale of customization and cost.



SINGLE PORTFOLIO

- "One -size-fits-all"; no/low customization approach
- OCIO invests the client's assets in a single commingled vehicle with a fixed asset allocation
- All clients with the same risk profile invest in the same fund
- Better for smaller investors: economies of scale for administrative costs and negotiation strength
- Limited to specific strategies
- Investments not portable



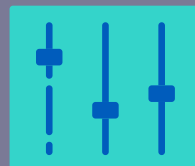
HYBRID

- More asset allocation flexibility
- OCIO offers one or more commingled vehicles with the ability to vary asset allocation through the use of different underlying "series" or "sleeves"
- Investments have limited portability



FULLY CUSTOMIZED

- Closest to in-house CIO: maximum discretion/flexibility within investment guidelines for asset allocation and manager selection
- Portable: client invests directly with external managers/owns underlying investments (rather than a share of pooled vehicles)
- Greatest transparency
- Not practical for smaller investors: higher accounting, custody, operational costs.



COMBINATION

Choose different systems by asset class (e.g., single portfolio for alternatives, fully customized for traditional)