

THE UNIVERSITY OF MICHIGAN  
REGENTS COMMUNICATION

REQUEST FOR ACTION

Approved by the  
Regents  
May 15, 2014

**Subject:** Alternative Asset Commitments

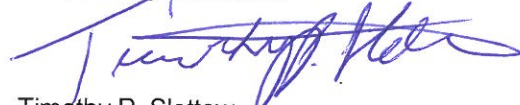
**Action Requested:** Approval of Co-investment Opportunity with Existing Natural Resource Manager

**Background and Summary:** We recommend a \$5 million commitment from the Long Term Portfolio to Imaginea Energy Corporation, a co-investment opportunity offered by Lime Rock Partners.

**Imaginea Energy Corporation**, is a portfolio company being funded by Lime Rock Funds V and VI. The University has been an investor with Lime Rock since 2002 and has committed to Funds II through VI. Imaginea Energy is a Calgary, Canada, based start-up that will focus on acquiring conventional, producing oil-weighted properties in Western Canada. The team will look to grow production based on operating methodology; best-in-class engineering; geological interpretation; as well as lower operating costs and reduce environmental liabilities. The founder of Imaginea, Suzanne West, has a successful track record of implementing like strategies in the four previous companies she founded. Because of the potential size of the company the most likely exit strategy would be via an initial public offering.

This commitment offers the University the opportunity to co-invest in a compelling investment with an existing manager at attractive terms.

Respectfully submitted,



Timothy P. Slottow  
Executive Vice President and  
Chief Financial Officer

May 2014