

Nebraska Investment Council  
Private Equity Performance Report – Q3 2025  
February 2026

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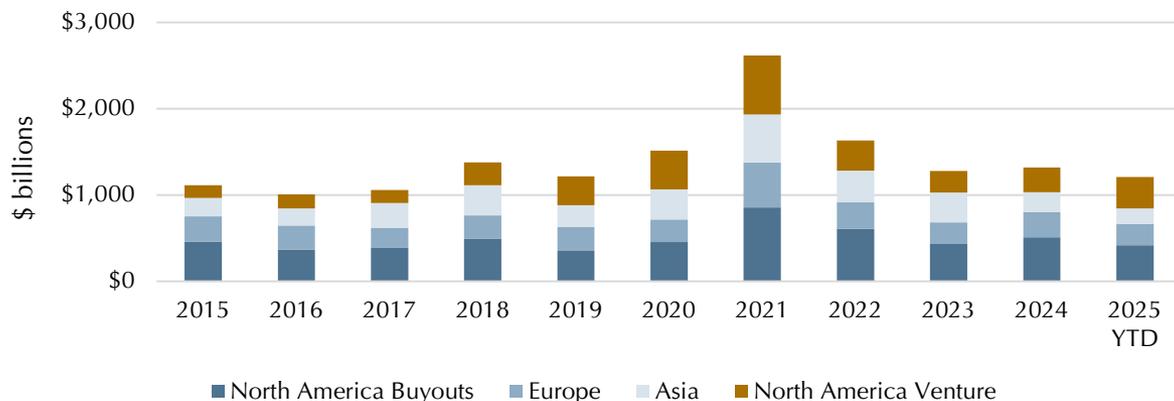
## Private Equity

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# Private Equity Asset Class Overview

- While PE activity still trails the highs of four years ago, 2025 is emerging as a recovery year. Year-to-date deal volumes are approaching the 10-year average and could finish in line with 2022 levels if the typical year-end pickup materializes.

## Investment Value



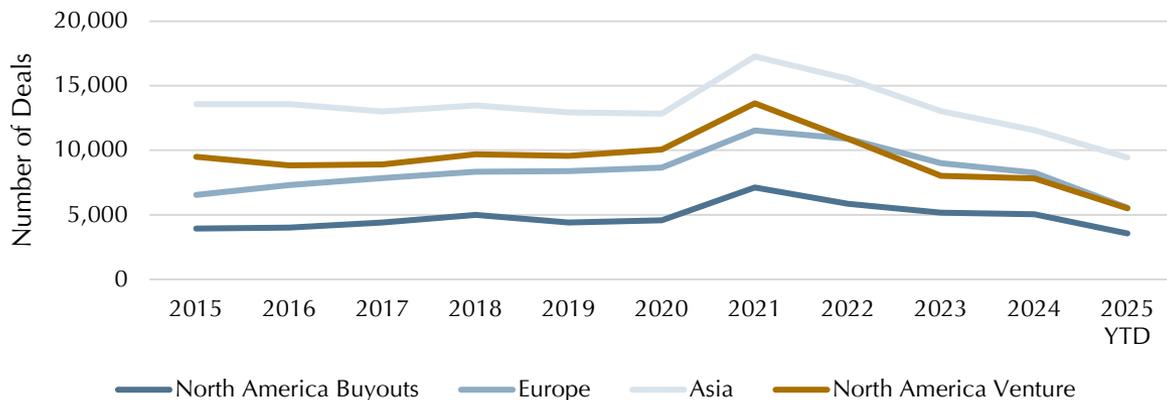
- In Q3'25, the total investment value in North America buyouts increased by 13% compared to Q3'24, despite a 11% decline in deal count.

- Similarly, Q3'25 North America VC more than doubled the investment value of Q3'24 but saw a 10% decline in number of deals.

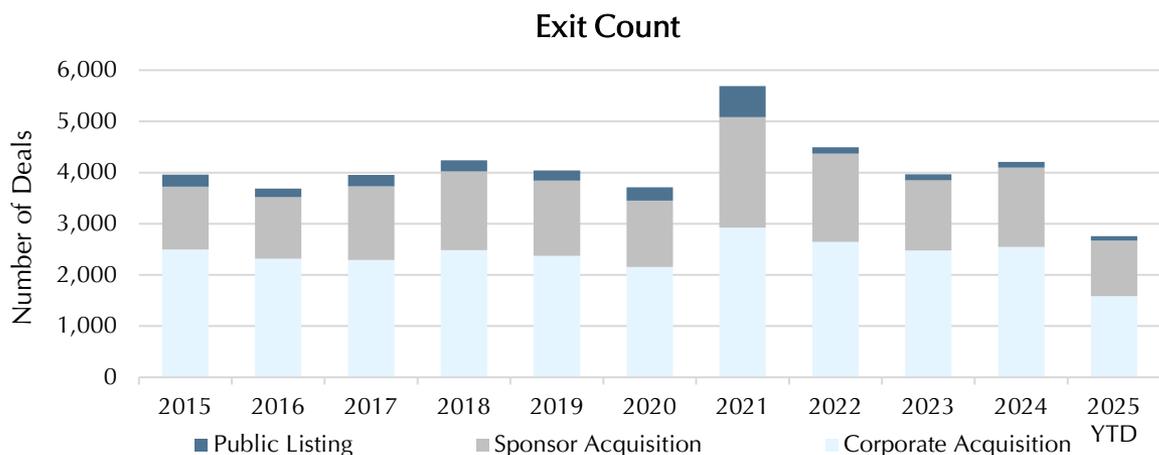
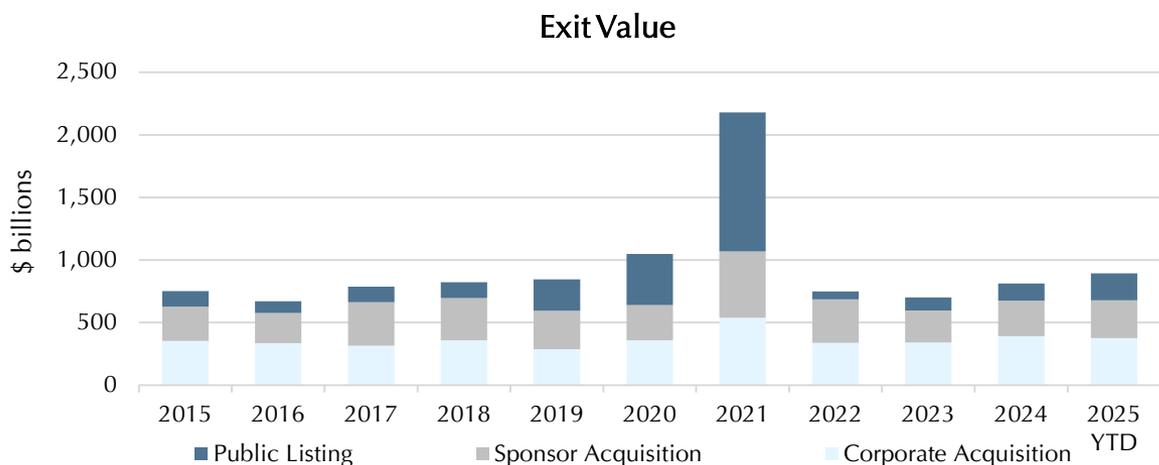
- Europe experienced a 51% increase in year-over-year deal value despite a 16% decline in year-over-year deal volume in Q3'25.

- Asia recorded a 7% increase in deal value and 21% increase in deal volume when compared to Q3'24.

## Deal Count



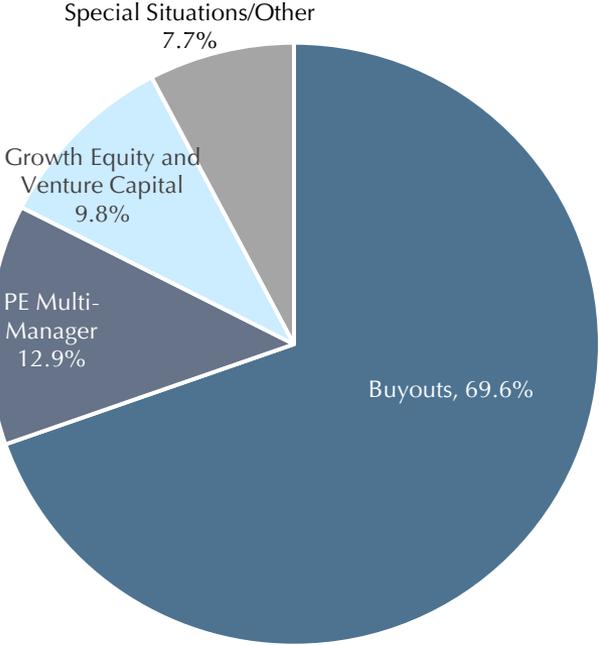
# Private Equity Asset Class Overview



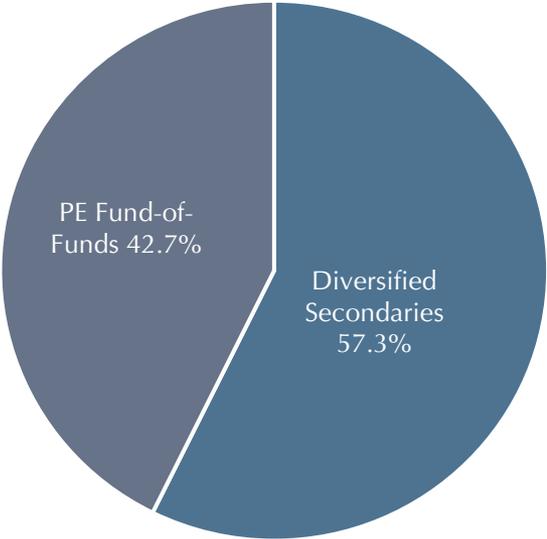
- Exit activity in 2025 is showing signs of normalization, supported by steady corporate M&A and increasing participation from public markets. Year-to-date volumes are tracking close to long-term averages, reflecting a more functional and diversified liquidity environment.
- In the first nine months of 2025, corporate acquisitions represented roughly 40% of the total PE and VC exit value and accounted for about 60% of all recorded PE and VC exits.
- 2025 YTD public listings across PE and VC backed exits represent 73% of the 2024 public listing volume, thus maintaining equal volume on an annualized basis. While still well below the peak in 2021, this is promising sign that public markets are reopening.
- Looking ahead, we anticipate fund managers will continue to utilize alternative liquidity mechanisms such as minority sales, continuation funds, NAV loans, and dividend recaps throughout 2025 given the slower exit environment and uncertain market backdrop.

# Portfolio Exposures

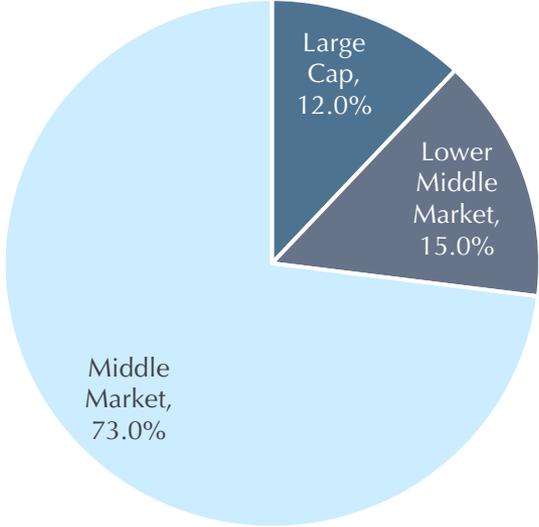
## Current Exposure



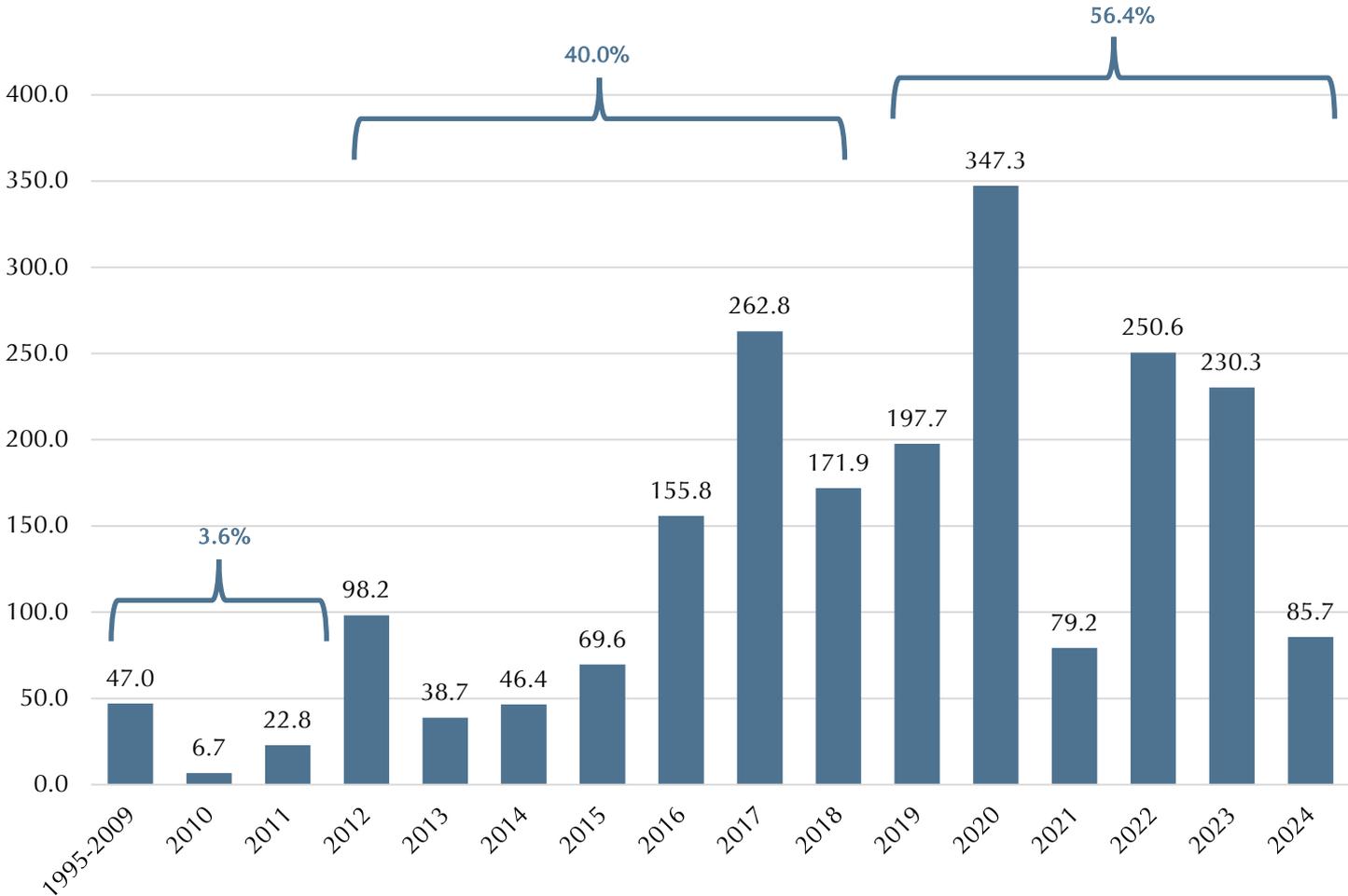
## PE Multi-Manager



## Buyout



# Private Equity Program – Total Exposure By Vintage Year



- 56.4% of NIC private equity exposure is from funds less than six years old

# Portfolio Summary

Defined Benefit and Cash Benefit Balance Program	
Total Plan Assets*	\$23.9 bn
Private Equity Target	5.0%
Private Equity Net Asset Value	\$1.4 bn
Private Equity Exposure	6.0%
Net IRR Since Inception	13.7%
Total-Value-to-Paid-in Since Inception	1.8x

General Endowment Program	
Total Plan Assets*	\$1.3 bn
Private Equity Target	5.0%
Private Equity Net Asset Value	\$55.0 mn
Private Equity Exposure	4.2%
Net IRR Since Inception	14.9%
Total-Value-to-Paid-in Since Inception	1.8x

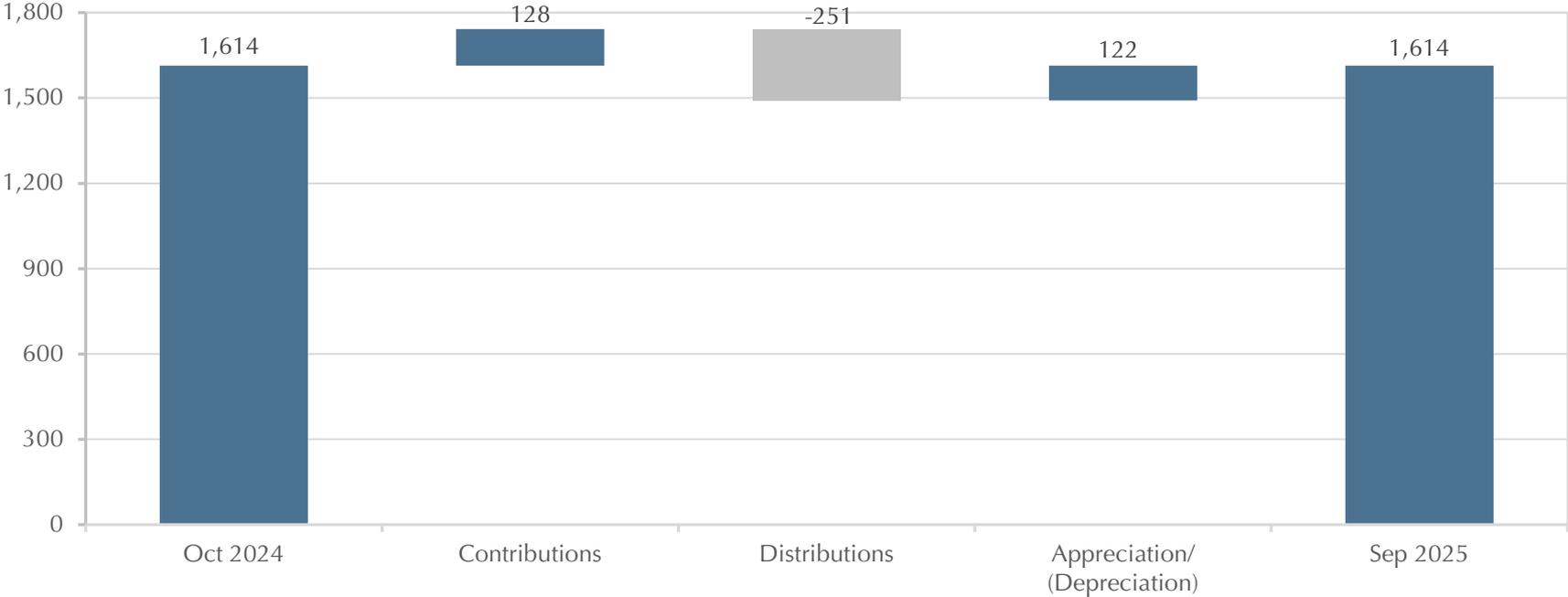
Healthcare Endowment Program	
Total Plan Assets*	\$646.6 mn
Private Equity Target	5.0%
Private Equity Net Asset Value	\$23.8 mn
Private Equity Exposure	3.7%
Net IRR Since Inception	14.9%
Total-Value-to-Paid-in Since Inception	1.8x

OSERS Program	
Total Plan Assets*	\$1.9 bn
Private Equity Target	5.0%
Private Equity Net Asset Value	\$90.4 mn
Private Equity Exposure	4.7%
Net IRR Since Inception	8.2%
Total-Value-to-Paid-in Since Inception	1.7x

\*As of September 30, 2025

# Private Equity Performance Update

Portfolio Value Bridge | October 1, 2024 through September 30, 2025 | \$ millions

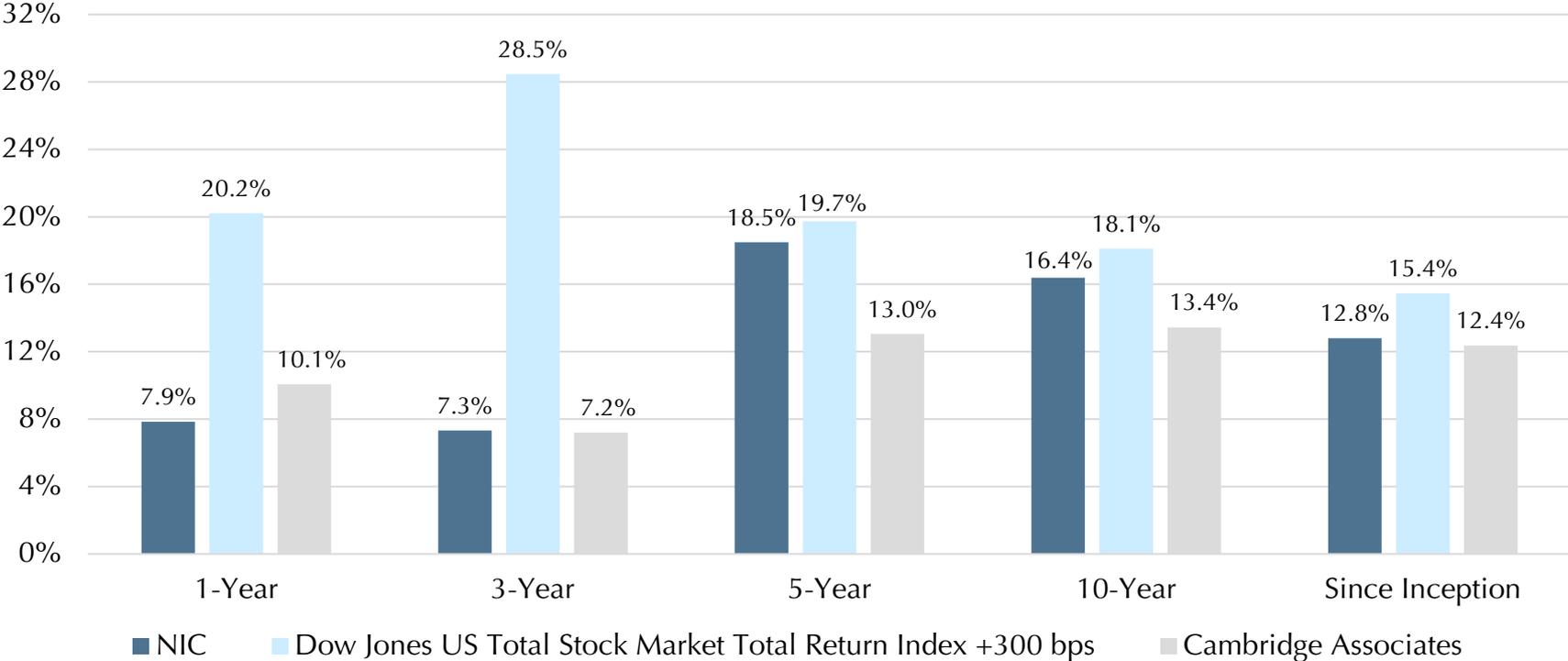


- Contributions of \$128.3 million were less than distributions of \$250.7 million, generating positive cash flow from the program of \$122.4 million.
- From October 1, 2024 to September 30, 2025, the portfolio appreciated by \$122.2 million, or 7.6% of beginning net asset value.
- Total market value on September 30, 2025 was \$1.6 billion.
- Unfunded commitment on September 30, 2025 was \$497 million.

# Private Equity Performance Update

Portfolio Performance | As of September 30, 2025

NIC Private Equity vs Benchmarks



- The portfolio outperformed a peer benchmark (Cambridge Associates) for 3-year, 5-year, 10-year and LTD periods.

The internal rate of return (IRR) is the net return on investment calculated based on daily cash flows, taking into account contributions for management fees, expenses and carry. The Cambridge Associates benchmark uses published data as of September 2025 and incorporates all Buyout, Growth Equity, Private Equity Energy and Venture Capital strategies. NIC's private equity portfolio was activated in January 2001.

# Private Equity Performance Update

Top 10 Managers Ranked by Exposure<sup>1</sup> | As of September 30, 2025 | \$ in million

Manager	Commitment	Fair Market Value	% of Fair Market Value	Unfunded	Total Exposure <sup>1</sup>	% of Total Exposure	IRR <sup>2</sup>	TVPI
Genstar Capital Management LLC	150.0	207.7	12.9%	9.2	216.9	10.3%	22.1%	2.0x
McCarthy Capital	166.0	166.6	10.3%	44.6	211.2	10.0%	26.2%	2.5x
TJC LP	212.0	165.6	10.3%	42.9	208.5	9.9%	16.5%	1.9x
Francisco Partners Management LP	170.0	161.3	10.0%	35.4	196.8	9.3%	19.8%	1.9x
New Mountain Capital LLC	210.7	125.9	7.8%	60.5	186.4	8.8%	17.5%	1.9x
New Enterprise Associates	140.0	144.8	9.0%	25.8	170.5	8.1%	16.2%	2.1x
HarbourVest Partners	206.0	106.2	6.6%	49.7	155.9	7.4%	18.2%	1.6x
Bridgepoint Advisers Ltd	146.5	90.2	5.6%	26.7	116.9	5.5%	12.5%	1.6x
Wynnchurch Capital LP	75.0	87.3	5.4%	8.0	95.3	4.5%	19.7%	1.9x
Constitution Capital Partners	72.0	41.1	2.5%	37.7	78.7	3.7%	15.8%	1.5x
<b>Total Portfolio</b>	<b>2,770.7</b>	<b>1,613.7</b>	<b>100.0%</b>	<b>497.0</b>	<b>2,110.8</b>	<b>100.0%</b>	<b>12.8%</b>	<b>1.8x</b>

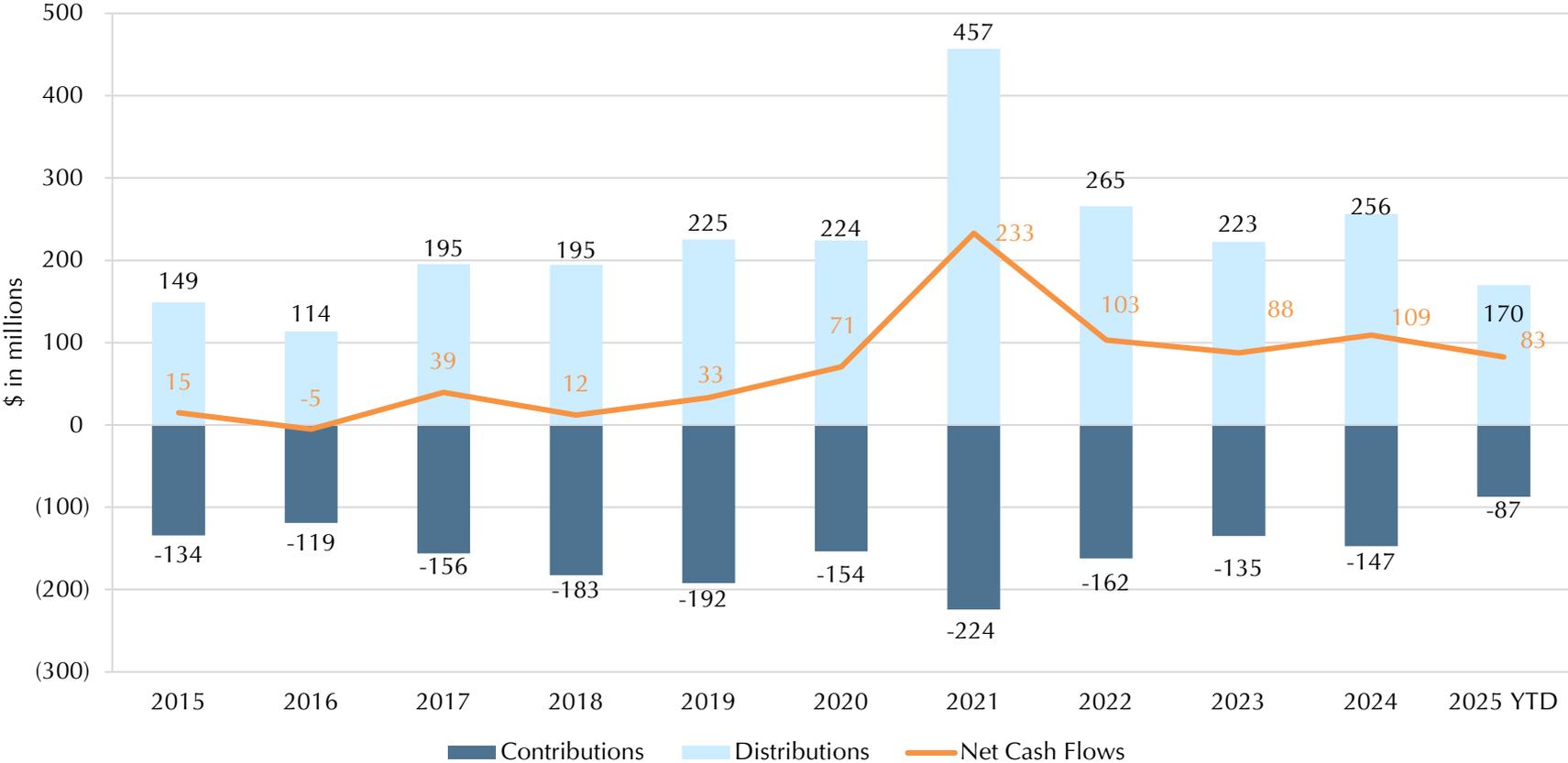
<sup>1</sup>Total Exposure = FMV + Unfunded

<sup>2</sup>The internal rate of return (IRR) is based on daily cash flows. IRRs of investments held less than twelve months generally are not meaningful and are therefore labeled NM

# Private Equity Performance Update

## Annual Contributions, Distributions & Net Cash Flows

- The private equity program has produced cash in each of the last 8 years.
- Since the beginning of 2015, private equity distributions have exceeded contributions by \$780.9 million.



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