

OKLAHOMA FIREFIGHTERS PENSION & RETIREMENT SYSTEM

FUND OF HEDGE FUNDS MANAGER

QUESTIONS & ANSWERS

OCTOBER 24, 2014

Questions categorized as “substantially similar” were consolidated into a single response. Legal questions outside the scope of completing a successful bid will not be answered.

1. Can a closed fund/vehicle, fund of one, separate account, other custom portfolio, or composite grouping of accounts be submitted as an “existing track record” for the purpose of meeting the RFP’s minimum bid requirement?
No. RFP screening will take place on “open” commingled funds with existing track records. “Open” refers to the System’s ability to make a new investment in the strategy submitted if it elects to do so.
2. Is there a target benchmark or other risk parameters you can provide to assist respondents in determining the appropriate strategy to submit?
There is no target benchmark assignment for this allocation during the RFP process. The investment objective of this mandate is to identify a strategy having a high probability of exceeding the return target of 7.5%. From a risk standpoint, the System would anticipate an overall standard deviation lower than its long term average of 10%-12%.
3. Are there any specific liquidity requirements for the submitted strategy?
While there are no disqualifying liquidity requirements in the RFP, the System would prefer a strategy offering a minimum of semi-annual liquidity (after any required initial lock-up period).
4. Are there any specific leverage limits at the fund or underlying fund level?
No.
5. Are there any preferred characteristics around a submitted strategy’s number of holdings, types of strategies employed, geographic focus, location, or size of underlying hedge funds?
No.
6. Will this fund of hedge funds mandate be considered “other equity” in the context of the System’s investment policy?
No. This mandate will be classified as “other assets” in the context of the System’s investment policy.
7. Is there a preference for a flat fee or an incentive fee type structure?
No. The System employs both flat and incentive-based fees in their management structure. Please note, however, the System is very fee sensitive.
8. Are respondents required to register with the Central Purchasing Division of the Oklahoma Department of Central Services prior to submitting a response to this RFP?
No.

9. Will submitted proposals and their accompanying documents (such as offering documents, performance histories, audited financial statements, etc.) be deemed public information and, therefore, will be available to persons outside the Plan?

Yes.

10. Can respondents to this RFP request that all or a portion of their proposal and supporting documents be deemed confidential such that they can be accessed only by the System and its appointed representatives?

No.

11. If proposals are deemed public, how can the public access this information? Are they posted on a website or made available upon request?

Responses are not posted to any public forum. Information submitted during the RFP process can be obtained through a public records request to the System's office.