

**MINUTES OF MEETING
OF THE RISK COMMITTEE OF
THE UNIVERSITY OF TEXAS INVESTMENT MANAGEMENT COMPANY**

The Risk Committee (the "Committee") of The University of Texas Investment Management Company (the "Corporation") convened in open session on **November 18, 2015**, by means of conference telephone enabling all persons participating in the meeting to hear each other, at the offices of the Corporation, Suite 2800, 401 Congress Avenue, Austin, Texas, said meeting having been called by the Committee Chair, Kyle Bass, with notice provided to each member in accordance with the Corporation's Bylaws. The audio portion of the meeting was electronically recorded. Participating in the meeting were the following members of the Committee:

Kyle Bass, Chair
H. Lee S. Hobson
John D. White

thus constituting a majority and quorum of the Committee. Director Ardon E. Moore did not attend the meeting. Committee Chair ("Chairman") Bass called the meeting to order at 11:06 a.m. Employees of the Corporation attending the meeting were Bruce Zimmerman, CEO and Chief Investment Officer; Joan Moeller, Secretary and Treasurer; Christy Wallace, Assistant Secretary; Cecilia Gonzalez, internal General Counsel and Chief Compliance Officer; Uzi Yoeli, Managing Director – Portfolio Risk Management; Russ Kampfe, Managing Director – Fixed Income Investments; Amanda Hopper, Director – Public Markets Investments; and other staff members. Other attendees were Roger Starkey, Terry Hull and Jim Phillips of The University of Texas System ("UT System") Administration; Jerry Turner of Andrews Kurth LLP; and Keith Brown of the McCombs School of Business at UT Austin. Copies of materials supporting the Committee meeting agenda were previously furnished to each Committee member.

Minutes

The first matter to come before the Committee was approval of the minutes of the July 14, 2015 Meeting of the Risk Committee and the Joint Meeting of the Policy and Risk Committees held on October 15, 2015. Upon motion duly made and seconded, the following resolution was unanimously adopted:

RESOLVED, that the minutes of the July 14, 2015 Meeting of the Risk Committee and the Joint Meeting of the Policy and Risk Committees held on October 15, 2015, be, and are hereby, approved.

Mandate Categorization

Chairman Bass asked Mr. Zimmerman to give a brief explanation of the new mandate categorizations requiring approval by the Committee. Mr. Zimmerman summarized the 17 new investment mandate categorizations prepared and recommended by Staff for the period beginning July 1, 2015 and ending November 1, 2015. The Chief Compliance Officer and CEO and Chief Investment Officer concurred in the categorizations prepared by the Managing Directors.

Mr. Zimmerman and Ms. Hopper answered the Committee Members' questions. Upon motion duly made and seconded, the following resolution was unanimously adopted:

WHEREAS, the purpose of the Mandate Categorization Procedure, amended as of July 22, 2013, is to provide greater transparency into the process of classifying an investment mandate within the approved Asset Classes and Investment Types as defined in the Investment Policy Statements for the Permanent University Fund, the General Endowment Fund, and the Intermediate Term Fund; and

WHEREAS, the Procedure requires the Managing Directors, the Chief Compliance Officer, and the Chief Investment Officer to review and categorize each new mandate, and to review mandates prior to each Risk Committee meeting to determine whether there have been any change(s) in the investment characteristics of the mandate that warrant a re-categorization and, if so, to recommend re-categorization to the Risk Committee for their approval or re-categorization; and

WHEREAS, a Managing Director, the Chief Compliance Officer, and the Chief Investment Officer have reviewed all new mandates prepared from July 1, 2015, through November 1, 2015, and categorized each as required by the Procedure; and

WHEREAS, the Managing Directors, the Chief Compliance Officer, and the Chief Investment Officer have reviewed existing mandates and determined there have been no changes in the investment characteristics of the mandates to warrant re-categorization; and

WHEREAS, the Risk Committee has reviewed the new Asset Class and Investment Type Mandate Categorizations of seventeen (17) new mandates and concurs in the classifications as proposed by the Corporation's staff.

NOW, THEREFORE, BE IT


RESOLVED, that the Categorizations of the Asset Class and Investment Type for each Investment Mandate are hereby approved.

Compliance Summary Program

Chairman Bass asked Ms. Gonzalez to present the Compliance Summary Program update. Ms. Gonzalez presented to the Committee the Investment Policies Compliance Report for the Year Ended August 31, 2015. Also monitored were the risk targets, asset allocation targets and ranges, and other investment related restrictions. She reported that there were no out of compliance matters this quarter. Ms. Gonzalez presented to the Committee the Institutional Compliance Program Report for the Year Ended August 31, 2015, including on-going monitoring of the compliance program, employee training, the preclearance of trades, and the Corporation's Compliance Hotline. Ms. Gonzalez reported that the Corporation's two person risk team won the Investor Intelligence Award: Risk Management for Endowments & Foundations at the Institutional Investors Annual Conference. She also gave an update on the Institutional Compliance Action Plan for FY 2015 and reviewed the proposed Institutional Compliance Action Plan for FY 2016.

There being no further business to come before the Risk Committee, the meeting was adjourned at approximately 11:17 a.m.

Secretary: 
Joan Moeller

Approved: 
Kyle Bass, Chair
Risk Committee of the Board of Directors of
The University of Texas Investment
Management Company

Date: 10 April 16