

**MINUTES OF MEETING OF  
THE INVESTMENT RISK COMMITTEE OF THE  
BOARD OF DIRECTORS OF  
THE UNIVERSITY OF TEXAS/TEXAS A&M INVESTMENT MANAGEMENT COMPANY**

A meeting of the Investment Risk Committee (the "Committee") of The University of Texas/Texas A&M Investment Management Company (the "Corporation") convened in open session on **March 23, 2023**, by means of video and telephone conference enabling all persons participating in the meeting to hear each other, at the offices of the Corporation, Suite 1700, 210 West 7<sup>th</sup> Street, Austin, Texas, said meeting having been called by the Committee Chair, Janiece Longoria ("Chair"), with notice provided to each member in accordance with the Corporation's Bylaws. The audio portion of the meeting was electronically recorded and broadcast over the internet. Participating in the meeting were the following members of the Committee:

Janiece Longoria, Chair  
Janet Handley  
Clifton L. Thomas, Jr.

thus constituting a majority and quorum of the Committee. Director Rothrock did not attend the meeting. Chair Longoria called the meeting to order at 10:00 a.m. Employees of the Corporation attending the meeting were Britt Harris, CEO and President; Rich Hall, Chief Investment Officer; Joan Moeller, Secretary and Treasurer; Carolina de Onís, General Counsel and Chief Compliance Officer; Uzi Yoeli, Managing Director – Risk Management; and other employees. Other attendees were Jerry Kyle of Orrick, Herrington & Sutcliffe LLP; and Keith Brown of the UT Austin McCombs School of Business. 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 the approval of the minutes of the Investment Risk Committee held on December 1, 2022. Upon motion duly made and seconded, the following resolution was unanimously approved by the Committee:

RESOLVED, that the minutes of the Meeting of the Investment Risk Committee held on December 1, 2022, be, and are hereby, approved.

**Compliance Reporting**

Chair Longoria asked Ms. de Onís to provide an update on compliance and reporting matters. Ms. de Onís shared that there were no violations to report. She went on to report that every year external managers subject to agency agreements are required to certify that they are in compliance with the investment guidelines in their agency agreements. All compliance statements were received in a timely manner. Ms. de Onís concluded her report.

**Market and Portfolio Risk Update**

Chair Longoria asked Dr. Yoeli to present the market and portfolio risk update. As a prelude to Dr. Yoeli's report, Mr. Hall took a moment to update the Committee on the recent volatility in the banking sector. He then turned the presentation over to Dr. Yoeli. Dr. Yoeli began with a review of the Risk Report Summary and a

discussion of the probability of a recession. Dr. Yoeli continued by discussing the current economic forecast, inflation expectations, and bear market indicators. Dr. Yoeli followed with a detailed analysis of the current economic regime, as well as alpha contribution of the top 10 risk managers, noting that these managers account for 13% of NAV, 20% of risk, but approximately 87% of 3-year alpha. Dr. Yoeli continued with a detailed analysis of performance on a 1-year and 5-year basis as of December 31, 2022. Next, he discussed liquidity metrics, fund level leverage and concentration limits, downside volatility attribution by fund, and risk contributors by sector and by fund. Finally, Dr. Yoeli provided the Internal Risk Committee Executive Summaries for each of December 2022, January 2023, and February 2023 and reviewed the OTC Derivative Counterparty Report as of December 31, 2022. Dr. Yoeli then answered questions from the Committee Members.

**Adjourn**

There being no further business to come before the Committee, the meeting was adjourned at approximately 10:32 a.m.

Secretary:   
Joan Moeller

Approved:   
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Janiece Longoria, Chair  
Investment Risk Committee of the Board of Directors of  
The University of Texas/Texas A&M Investment Management Company

Date: 6/29/2023