

**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 **October 4, 2006**, at the offices of the Corporation, Suite 2800, 401 Congress Avenue, Austin, Texas, 78701, said meeting having been called to order by the Committee Chair, Charles Tate, 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:

Charles Tate, Chair
Clint Carlson
J. Philip Ferguson

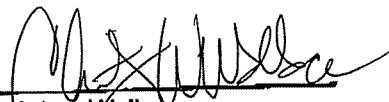
thus, constituting a majority and quorum of the Committee. Also attending the meeting were Christy Wallace, Assistant Secretary of the Corporation; Bill Edwards, Managing Director of Information Technology; Andrea Reed, Risk Manager and members of her staff; Keith Brown of the McCombs School of Business at UT Austin; Amy Barrett and Cathy Swain of UT System Administration; and Bruce Myers of Cambridge Associates. Chairman Tate called the meeting to order at 10:00 a.m. Copies of materials supporting the Committee meeting agenda were previously furnished to each Committee member.

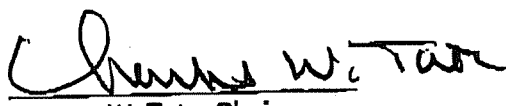
Risk Management Consultant

Mr. Tate updated the Committee background regarding the Risk Consultant process. UTIMCO Staff sent out a Request for Proposal (RFP) on August 1, 2006, to identify and hire a risk management consultant ("Risk Consultant") to provide advisory services to the UTIMCO Risk Committee, UTIMCO Board and UTIMCO Staff. The Risk Consultant should have expertise related to validating risk models and various risk metrics, valuing derivatives and other complex financial instruments, and implementing a risk budgeting process. The Risk Consultant will report directly to the UTIMCO Board. Mr. Tate asked Ms. Reed to give a summary of the responses received. After discussion, with Ms. Reed answering the Committee members' questions, the Committee selected two finalists to be invited to present at the next Risk Committee meeting. Upon motion duly made and seconded, the following resolution was unanimously adopted:

RESOLVED, that the selection of Gifford Fong and Strategic Investment Solutions as Risk Consultant Finalists be, and are hereby approved by the Committee.

There being no further business to come before the Risk Committee, the meeting was adjourned at approximately 10:30 a.m.

Assistant Secretary: 
Christy Wallace

Approved: 
Charles W. Tate, Chair
Risk Committee
of the Board of Directors of
The University of Texas Investment
Management Company

Date: 11/16/06