

**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 **April 5, 2007**, by means of conference telephone enabling all persons participating in the meeting to hear each other, at the offices of the Corporation, in the Lone Star Conference Room, 401 Congress Avenue, Austin, Texas, said meeting having been called 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 W. Tate, Chair
Clint D. Carlson
J. Philip Ferguson

thus, constituting a majority and quorum of the Committee. Also attending the meeting were H. Scott Caven, Chairman of the Board; Cathy Iberg, Interim President of the Corporation; Joan Moeller, Secretary and Treasurer of the Corporation; Christy Wallace, Assistant Secretary of the Corporation; Bill Edwards, Managing Director of Information Technology; Cissie Gonzalez, General Counsel for the Corporation; Uzi Yoeli, Director - Portfolio Risk Management; Lindel Eakman, Director - Private Markets; various staff members of the Corporation; Jerry Turner, outside legal counsel for the Corporation; Keith Brown of the McCombs School of Business at UT Austin; Bruce Myers, Ham Lee and Jeanne Rogers of Cambridge Associates; Philip Aldridge, Charles Chaffin, Jim Phillips and Cathy Swain of UT System Administration; and Gifford Fong and Jessie Zhang of Gifford Fong Associates. Chairman Tate called the meeting to order at 9:35 a.m. 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 meeting of the Risk Committee held on March 1, 2007. Upon motion duly made and seconded, the following resolution was unanimously adopted:

RESOLVED, that the minutes of the meeting of the Risk Committee held on
March 1, 2007, be, and are hereby, approved.

Risk Inventory

Mr. Tate opened the meeting by asking Ms. Iberg to discuss risk inventory. Ms. Iberg explained that in addition to measuring and monitoring financial risk, the Staff also identifies and manages enterprise risk management and institutional compliance. The significant institutional risk areas are due diligence, investment risk management and investment compliance. Also presented to the Committee was the Institutional Compliance Program Quarterly Report for the Quarter ended February 28, 2007. This report

provides a review of the risk assessment, monitoring activities and specialized training for the listed investment risk areas and other institutional compliance risks identified by UTIMCO staff.

Risk Process and Resources

Mr. Tate asked Ms. Iberg to discuss the risk process and resources of the Corporation. Ms. Iberg's presentation focused on key areas of the risk process, including the objective of investment risk management, defining and measuring risk, an overview of the risk system provider, monitoring, reporting and other analyses, and the introduction of risk management staff. Ms. Iberg and staff assured the Committee that progress will be made over the next few months to provide the Board, and ultimately the Board of Regents, confidence with the risk management process. Ms. Iberg, Mr. Yoeli and Mr. Fong answered the Committee Members' questions.

There being no further business to come before the Risk Committee, the meeting was adjourned at approximately 10:50 a.m.

Secretary: Joan Moeller
Joan Moeller

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

Date: December 10, 2007