

**MINUTES OF MEETING OF
THE POLICY COMMITTEE OF THE
BOARD OF DIRECTORS OF
THE UNIVERSITY OF TEXAS INVESTMENT MANAGEMENT COMPANY**

A meeting of the Policy Committee (the "Committee") of The University of Texas Investment Management Company (the "Corporation") convened in open session on April 26, 2016, 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, R. Steven Hicks, 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:

R. Steven Hicks, Chair
David J. Beck
John D. White

thus constituting a majority and quorum of the Committee. Director Phil Adams did not attend the meeting. Committee Chair ("Chairman") Hicks called the meeting to order at 2:05 p.m. Employees of the Corporation attending the meeting were Bruce Zimmerman, CEO and Chief Investment Officer; Joan Moeller, Treasurer and Secretary; Cissie Gonzalez, Corporate Counsel and Chief Compliance Officer; Russ Kampfe, Managing Director – Fixed Income; Uzi Yoeli, Managing Director – Risk Management; Gary Hill, Senior Manager – Investment Reporting and other staff members. Also attending were Terry Hull, Allen Hah, Roger Starkey and Mike Peppers of The University of Texas System ("UT System") Administration; and Jerry Turner of Andrews Kurth LLP. Copies of materials supporting the Committee meeting agenda were previously furnished to each Committee member.

Minutes

Chairman Hicks asked the Committee for approval of the minutes of the Policy Committee Meeting and of the Joint Meeting of the Policy and Risk Committees, both held on October 15, 2015. Upon motion duly made and seconded, the following resolution was adopted by the Committee:

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

Delegation of Authority Policy

Chairman Hicks asked Mr. Zimmerman to explain to the Committee the proposed amendments to the Delegation of Authority Policy. Mr. Zimmerman said that as a result of the UT System Audit Office audit of the internal controls surrounding the process of the separately managed accounts, Staff was proposing changes to the Delegation of Authority Policy to clarify delegated authority with respect to investments. He provided a brief summary of the proposed changes, which included language on pages 3-6 of the Policy to clarify staff's delegated authority to commit the UT System funds to manager mandates. Mr. Zimmerman stated that Staff, UT System Audit Office, UT System Office of General Counsel, and General Counsel to the Board of Regents met and discussed these changes and all parties are comfortable with this proposal. Mr. Zimmerman and Mr. Peppers answered the Committee Members' questions. Chairman Hicks recommended

Committee approval of the proposed amendments. Upon motion duly made and seconded, the following resolution was adopted by the Committee:

RESOLVED, that the amendments to the Delegation of Authority Policy, as presented be, and are hereby, approved, subject to approval by the Corporation's Board of Directors.

Short Term Fund Investment Policy Statement

Chairman Hicks asked Mr. Zimmerman to begin discussion of Staff's proposed amendments to the Short Term Fund (STF) Investment Policy Statement. Mr. Zimmerman explained that the proposed changes to the Policy were to accommodate changes in the SEC rules governing money market funds effective October 14, 2016. Staff, in conjunction with UT System Office of Finance, recommended amendments to the Policy for the fiscal year beginning September 1, 2016. Mr. Zimmerman, Mr. Hill and Mr. Hull answered the Committee Members' questions. Upon motion duly made and seconded, the following resolution was adopted by the Committee:

RESOLVED, that the amendments to the Short Term Fund Investment Policy Statement as presented be, and are hereby, approved, subject to approval by the Corporation's Board of Directors.

There being no further business to come before the Committee, the meeting was adjourned at approximately 2:19 p.m.

Secretary: Joan Moeller
Joan Moeller

Approved: R. Steven Hicks Date: 7-22-16
R. Steven Hicks, Chair
Policy Committee of the Board of Directors of
The University of Texas Investment Management Company