

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

A meeting of the Policy Committee (the "Committee") of The University of Texas/Texas A&M Investment Management Company (the "Corporation") convened in open session on **November 21, 2019**, by means of conference telephone enabling all persons participating in the meeting to hear each other, at the offices of the Corporation, Suite 1700, 210 West 7th Street, Austin, Texas, said meeting having been called by the Policy Committee Chair ("Chairman"), 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 and broadcast over the internet. Participating in the meeting were the following members of the Committee:

R. Steven Hicks, Chair
Janet Handley
Ray Nixon

thus constituting a majority and quorum of the Committee. Also participating in the meeting were Directors Janiece Longoria and Ray Rothrock, thus constituting a majority and quorum of the Board. The meeting was posted as a Joint Meeting of the Policy and Risk Committees, however, due to the lack of a quorum of the members of the Risk Committee, only the Policy Committee convened. Employees of the Corporation attending the meeting were Britt Harris, President, CEO and Chief Investment Officer; Rich Hall, Deputy Chief Investment Officer; Joan Moeller, Secretary and Treasurer; Cecilia Gonzalez, Corporate Counsel and Chief Compliance Officer; Uzi Yoeli, Managing Director – Risk Management; and other employees. Other attendees were Jerry Kyle of Orrick, Harrington & Sutcliffe LLP; Roger Starkey and Terry Hull of The University of Texas System ("UT System") Administration; and David Rejino of The Texas A&M University System. Chairman Hicks called the meeting to order at 9:34 a.m. Copies of materials supporting the Committee meeting agenda were previously furnished to each Committee member.

Proposed Amendments to Investment Policy Statements

Chairman Hicks asked Mr. Hall to present the Team's recommendations regarding changes to the Investment Policies. Mr. Hall explained that the Investment Policy Statements for the Permanent University Fund ("PUF"), General Endowment Fund ("GEF"), Permanent Health Fund ("PHF"), and Long Term Fund ("LTF") were being amended to reflect changes to the asset allocation framework to include the Public Equity Strategic Partnerships allocation and set forth revised Asset Class targets and ranges effective March 1, 2020, after incorporation of the strategic partnerships allocation. In addition, the Benchmark for Real Return, Inflation Linked Bonds was changed from "Bloomberg Barclays Global Inflation Linked TR Index" to "Bloomberg Barclays U.S. TIPS Index". The Liquidity Policy was being amended to change the permitted maximum for illiquid investments for the ITF from "50% of the total portfolio for the ITF" to "55% of the total portfolio for the ITF" to accommodate the allocation to Directional Hedge Funds in the Global Equity Regime, and also being amended to change the methodology for calculating unfunded commitments from "a percent of the total Net Asset Value of the Endowment Funds" to "a percent of the highest total Net Asset Value of the Endowment Funds over a trailing 24-month period". The Derivative Investment Policy and Delegation of Authority Policy were being amended to allow tactical asset allocation to express negative views on an asset class.

Mr. Hall answered questions regarding the proposed changes. Upon motion duly made and seconded, the following resolution was unanimously adopted by the Committee:

RESOLVED, that amendments to the Investment Policy Statements of the Permanent University Fund, General Endowment Fund, Intermediate Term Fund, Permanent Health Fund, and Long Term Fund, and amendments to the Liquidity Policy, Derivative Investment Policy, and Delegation of Authority Policy, as presented be, and are hereby, approved, subject to approval by the Corporation's Board of Directors.

Adjourn

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

Secretary: Joan Moeller
Joan Moeller

Approved: R. Steven Hicks
R. Steven Hicks, Chair
Policy Committee of the Board of Directors of
The University of Texas/Texas A&M Investment
Management Company

Date: MARCH 30, 2020