

**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 3, 2022**, 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, James C. "Rad" Weaver ("Chairman"), 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:

James C. "Rad" Weaver, Chair  
Janet Handley  
Janiece Longoria  
Ray Rothrock

thus constituting a majority and quorum of the Committee. Employees of the Corporation attending the meeting were Britt Harris, President and CEO; 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; Tim Jones, Senior 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. Chairman Weaver called the meeting to order at 1:01 p.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 the approval of the minutes of the Investment Risk Committee held on December 2, 2021. Upon motion duly made and seconded, the following resolution was unanimously adopted by the Committee:

RESOLVED, that the minutes of the Meeting of the Investment Risk Committee held on December 2, 2021, be, and are hereby, approved.

**Compliance Reporting**

Chairman Weaver asked Mrs. de Onís to provide an update on compliance and reporting matters. Mrs. de Onís shared that there was one minor violation to report. She reported that on January 30<sup>th</sup> of every year external managers subject to agency agreements are required to submit compliance statements indicating that they have complied with the investment guidelines and other requirements in their agency agreements. All compliance statements were received with one firm submitting their agreement late. Mrs. de Onís concluded her report.

## Market and Portfolio Risk Update

Chairman Weaver asked Dr. Yoeli to present the market and portfolio risk update. Mr. Hall first took a moment to touch on Russia and Ukraine exposure and led a discussion on the market and financial impact of Russia's invasion of Ukraine. He then turned the presentation over to Dr. Yoeli. Dr. Yoeli began with a review of the Risk Report Summary as well as alpha contribution of the top 10 risk managers noting that these managers account for 20% of NAV, 26% of risk, but approximately 76% of 3-year alpha. He also provided a risk overview for the period ending December 31, 2021 and discussed the bear market indicators. Dr. Yoeli followed with a detailed analysis of the current economic regime, bubble monitors, and performance on a 1-year and 5-year basis as of December 31, 2021. Next, he discussed liquidity metrics, fund level leverage and concentration limits, and downside volatility attribution by relationship before passing the presentation to Dr. Jones. Dr. Jones provided the Committee with a detailed status update of the Barra system by team and shared the current schedule of the project. Dr. Yoeli concluded the presentation with Internal Risk Committee summaries over the past several months. The team then answered questions from the Committee Members.

## Adjourn

There being no further business to come before the Committee, the meeting was adjourned at approximately 1:37 p.m.

Secretary: Joan Moeller  
Joan Moeller

Approved: James C. "Rad" Weaver Date: 8/2/2022  
James C. "Rad" Weaver, Chair  
Investment Risk Committee of the Board of Directors of  
The University of Texas/Texas A&M Investment Management Company