

Minutes of Meeting
Petroleum Fund of Timor-Leste
Investment Advisory Board

Held on 26th August 2010

At the Office of the World Bank

Present:

Olgário de Castro (Chairman)
Rui Ferreira Magno, as alternate for Mrs. Sara Lobo Brites
Venancio Alves Maria, as alternate for Mr. Abraao de Vasconcelos
Tørres Trovik (via videoconference)
Kevin Bailey

In attendance:

Vidar Ovesen, Fiscal Policy and Petroleum Fund Advisor, Ministry of Finance
Torgrim Roll, Advisor for PF Department, BPA
Sam Robinson, Advisor for BPA
Filipe Nery Bernardo, National Adviser, Ministry of Finance
Subodh Kumar Mathur, Treasury Advisor, Ministry of Finance
Gastao de Sousa, (Secretary)

The Chairman declared the meeting open at 15:00 hours.

1. Apologies

Apologies were received from Mrs. Sara Lobo Brites and Mr. Abraao de Vasconcelos

2. Approval of the agenda

The agenda for the meeting was approved.

3. Approval of the minutes of the meeting on 02 June 2010

The minutes of the meeting held on 02 June 2010 were approved.

4. Business arising from the minutes not otherwise included in the agenda

Mr. Venancio informed the Board that the BPA and Schrodgers had concluded the contract negotiations and were awaiting BPA's final external legal sign off, the BPA was moving into the implementation phase. In the course of the negotiations some fine-tuning to the wording in the Investment Guidelines had been agreed, primarily to

add clarity and certainty to the definitions of the investment universe and the risk model, as well as adding provisions covering operational matters which had not changed the substance to the investment guidelines.

The Board noted the information provided.

5. Statement of Investment Beliefs and Principles

The Board continued its discussion of the Beliefs and Principles document. The secretariat had redrafted the document for the Board's consideration. The Board reviewed and agreed on the content and substance of the document which, subject to minor review, was proposed to be formally adopted at the Board's next meeting.

6. Other Business

The Board decided that its next meeting should be held after two weeks.

As there was no other business the Chairman declared the meeting closed at 18.00 hours.

Chairman

Secretary