

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

Held on 12th May 2010

At the Office of the World Bank

Present:

Olgário de Castro (Chairman)
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
Subodh Kumar Mathur, Treasury Advisor, Ministry of Finance
Filipe Nery Bernardo, National Adviser, Ministry of Finance
Gastao de Sousa, (Secretary)

Peter Ryan-Kane CFA, Head of Portfolio Advisory, Towers Watson
Paul Colwell, Towers Watson.

The Chairman declared the meeting open at 08:40 hours.

1. Apologies

Apologies were received from Mr. Abraao de Vasconcelos and Mr. Venancio Alves was present as his alternate.

2. Approval of the agenda

The agenda for the meeting was approved.

3. Approval of the minutes of the meeting on 15 April 2010

The minutes of the meeting held on 15 April 2010 were approved.

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

The secretariat proposed that a list of items declared confidential in previous IAB minutes, should be presented to the IAB every time it meets, so that the Board can review whether the reasons for retaining certain items confidential still are valid.

The Board agreed to retain its recommendation regarding appointment of the global equity manager confidential until the mandate is implemented, while the IAB's recommendation regarding the global fixed income mandate could be released..

5. Investment Principles

The Chairman welcomed Mr. Peter Ryan-Kane, Towers Watson, who was invited to provide comments to the draft Statement of Investment Principles as input to the Board's continuous discussion of the draft paper. Mr. Ryan-Kane referred to work done by Towers Watson on this matter for other clients and made comments to the approach, structure and content of the document.

The Board noted the comments provided by Mr. Ryan-Kane and discussed the draft paper. The IAB requested the secretariat to revise the document based on the Board's discussion and for further review in the Board's next meeting.

6. Other Business

The Board decided that its next meeting should be held on 2nd June 2010.

As there was no other business the Chairman declared the meeting closed at 11.45 hours.

Chairman

Secretary