

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

*Held on 29 April 2016*

*At the Office of Autoridade Nacional do Petroleo (ANP), Dili, Timor-Leste*

Present:

Olgario de Castro (Chairman)  
Gualdino da Silva  
Kevin Bailey  
Tørres Trovik (by teleconference)  
Venancio Alves Maria  
Basilio Soares  
Craig Callum (Acting Secretary)

In attendance:

Bradley Grehan, PF Department, Central Bank  
Filipe Nery Bernardo, PFAU, Ministry of Finance  
Cosme da Costa Araujo, PFAU, Ministry of Finance  
Olga Conceição, PFAU, Ministry of Finance

The Chairman declared the meeting open at 3.15 PM.

**1. Apologies**

None.

**2. Approval of the agenda**

The agenda for the meeting was agreed to.

**3. Approval of the minutes of the meeting on 8 March 2015**

The minutes of the previous meeting were approved.

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

None.

**5. Discussion of the IAB workshop and next steps for the SAA review**

The IAB discussed the workshop held from 27 April to 29 April, which included the presentation to the Prime Minister on the Friday morning. The workshop considered projections for Fund withdrawals and its balance, along with ways to adjust the Fund's investment strategy. Further work on the SAA will be undertaken over the next few months.

## **6. Independent operational review of the BCTL's Internal equity mandate**

The IAB considered Mercer Sentinel's report on the BCTL's preparations for the internal, Australian equity mandate. The BCTL presented. The IAB agreed that the mandate was ready to go live and the Board will advise the Minister of Finance accordingly with the mandate parameters. The IAB recommended the mandate be independently reviewed approximately one year after inception.

## **7. Update the IAB's work plan**

It was agreed to hold the next workshop in Singapore from 22 to 24 August.

## **8. Review of the Fund's performance**

The Fund's total return was 2.1% for the March quarter. Gains in the bond portfolio (+3.6%) more than offset the losses in equities (-0.2%).

## **9. Other business**

The governance project was discussed.

## **10. Next meeting**

It was agreed to hold the next meeting on 11 May 2016 in Dili.

The Chairman declared the meeting closed at 5:00 p.m.

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**Chairman**

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**Secretary**