

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

Held on 8 March 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:

Tobias Ferreira, PF Department, Central Bank
Brad Grehan, PF Department, Central Bank
Sam Robinson, 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 3.00 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 17 December 2015

The minutes of the previous meeting were approved.

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

PFAU discussed the Board's advice to the Minister of Finance on factor-based investing.

5. IAB Work Plan for 2016

The Board agreed on its work plan for 2016. A review of the Petroleum Fund's Strategic Asset Allocation is the key project for 2016. PFAU discussed the potential implications of withdrawals and drawdowns.

6. Proposal for training and capacity building

PFAU submitted a preliminary plan for training and capacity building for the Petroleum Fund's institutions. The IAB agreed a structured plan was a good idea and asked the Secretariat to provide further details.

7. Review of the Fund's performance

The BCTL explained that the Fund's total return was 1.37% for the December quarter, after a rebound in equities (5.58%) and losses in bonds. The Fund lost 1.33% in January, with bonds (+1.69%) partly offsetting a sharp falls in equities (-5.89%).

8. Other business

There was no other business.

9. Next meeting

It was agreed to hold the next meeting on 29 April 2016.

The Chairman declared the meeting closed at 5:30 p.m.

Chairman

Secretary