

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

Held on 05 July 2017

At the Office of Autoridade Nacional do Petróleo e Mineral (ANPM), Dili, Timor-Leste

Present:

Olgario de Castro (Chairman)

Kevin Baley

Dr. Michael Drew

Venancio Maria Alves (via Teleconference)

Tørres Trovik

Basilio R.D.C.Soares

Cosme da Costa Araujo (Acting Secretary)

In attendance:

Jonio Soares, PF Department, Central Bank

Timoteo Pires, PF Department, Central Bank

Serge Bulatov, PF Department, Central Bank

Tobias Ferreira, PF Department, Central Bank

Agustinho Maia, PF Department, Central Bank

Filipe Nery Bernardo, PFAU, Ministry of Finance

Celestina da C. Barros, PFAU, Ministry of Finance

Craig Callum, PFAU, Ministry of Finance

The Chairman declared the meeting open at 15:10 pm.

1. Apologies

An apology was received from Mr. Gualdino da Silva.

2. Approval of the agenda

The Board agreed to the agenda of the meeting.

3. Approval of the minutes of the meeting on 31 May

Minutes of the meeting were discussed and approved.

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

Will be discussed in agenda item 6 – “Other business”.

5. Update on equity factors

The Board discussed the BCTL’s reports on equity factor managers. The Board agreed that the recommended managers satisfied the criteria in the Petroleum Fund Law and could be approved on that basis. The Board emphasised that obtaining consistent exposures to the chosen factors at the aggregate level was critical. Style analysis reporting was needed for the selection decision and for monitoring the mandate in future.

The Board decided to advise the Minister that the mandate be implemented in stages, starting with one manager.

6. Review of the Fund's performance.

The parameters of the bond mandates and the performance of the managers were discussed.

7. Other business

The Board discussed progress on pending administrative issues and a potential capacity building program provided by an external party.

The Board bid farewell to Mr Kevin Bailey who is retiring from the IAB and thanked him for his invaluable service.

8. Schedule next meeting.

The next meeting is tentatively scheduled for the 29th August 2017.

The Chairman declared the meeting closed at 17:45.

Chairman

Acting Secretary