

**Oregon Growth Account Board  
Minutes  
September 4, 2007**

The meeting of the Oregon Growth Account Board was called to order at 10:30 am by Chair, Randall Edwards.

**OGA Board Members Present:** Richard Bader, Randall Edwards, Tim Phillips, Stan Timmermann, Steve Vincent and Malia Wasson.

**Staff Members Present:** Ley Garnett, Mike Mueller, Jennifer Peet and Michelle Winegar.

**Legal Counsel:** Steven Marlowe, Oregon Department of Justice

**Consultants Present:** Tom Bernhardt, CTC Consulting

**I. 10:31 am: Approval of Minutes – June 5, 2007**

**MOTION:** Stan Timmermann moved approval of the June 5, 2007 OGA Board minutes with corrections suggested by Steven Marlowe. The motion was seconded by Tim Phillips and passed unanimously by the Board.

**10:35 am: Election of Vice Chair**

**MOTION:** Stan Timmermann nominated Richard Bader for the position of Vice Chair to the OGA, replacing Mr. John Castles; the motion was seconded by Tim Phillips and passed unanimously by the Board.

**MOTION:** Stan Timmermann nominated Richard Bader to replace John Castles' position of Representative on the Oregon Incorporated Board; the motion was seconded by Tim Phillips and passed unanimously by the Board.

**II. 10:40 am: Angel Venture Partners/Recommendation**

Luis Villalobos of Angel Venture Partners addressed the Board discussing/reviewing his team, investment track record, and local contacts made since the last board meeting. Mr. Villalobos introduced Steve Wynne, former President and CEO of Adidas America Inc. Mr. Wynne addressed the Board informing them that he has a great deal of respect for Mr. Villalobos and that there is an ongoing list of relationships of established credibility surrounding Mr. Villalobos and his Angel Venture Partners Group; Mr. Wynne went on to add that Mr. Villalobos has a proven track record of workable strategies and the right resources.

There was a brief question and answer session between Board members and Mr. Villalobos; Randall Edwards thanked Angel Venture Partners for their time.

**MOTION:** Richard Bader moved that the OGA make a \$3 million commitment to Angel Venture Partners subject to a \$20 million dollar close by the end of the first quarter in 2008; with an additional \$2 million commitment (a total of \$5 million) with at least a total of a \$40 million dollar closing by September 4, 2008. Tim Phillips seconded the motion; the motion was passed unanimously by the Board.

**11:50 am: Randall Edwards called a 5 minute break.**

**III. 11:55 am: Capybara Ventures presentation**

The Board reconvened; Capybara was introduced. Jim Coonan, Portland Angel Network, addressed the Board with a request to advocate for Mr. Villalobos and Angel Venture Partners; he went on to say that he has the utmost respect for Luis and his work; that he has a proven track record, that he believes he will be dedicated to Oregon and the needs of the OGA Board and that he would love the opportunity to work with him and Portland Angels. Mr. Coonan introduced Eric Rosenfeld and Robert Ward, Managing Partners of Capybara Ventures.

Before the Capybara Partners spoke, Richard Bader disclosed to the Board that his company, Easy Street Online Services Incorporated has a relationship with Capybara as their (ISP), internet service provider, for a nominal monthly fee.

Eric and Robert addressed the Board, discussing both their current fund and their work for the Oregon Angel Fund. Their presentations covered their investment goals and strategies with a plan for a consistent investment focus; they showed a slide representing their syndication and investment portfolio partners and their confidence in their investment strategies for a second fund in 2008.

There were questions and answers between the Board and Capybara Managers. Steve Vincent proposed that the Board take the time to review the information presented and have staff bring back a recommendation regarding Oregon Angel Fund, at the next meeting.

**IV. 12:50 pm: DFJ Frontier Fund II – Board Recommendation**

David Cremin and Scott Lenet, Managing Directors addressed the Board, giving them an overview of DFJ Frontier Fund II, a fund with an emphasis

in California (outside of Silicon Valley), Nevada, and the Pacific Northwest. Mr. Cremin and Mr. Lenet discussed their track record and the investment opportunities and commitment to Oregon.

**MOTION:** Tim Phillips moved that the Board commit \$5 million to DFJ Frontier Fund II; the motion was seconded by Malia Wasson and passed unanimously by the Board.

**V. 1:20 pm: OGA Policy Revisions**

Mike Mueller addressed the Board stating that the policy changes provided to them for review are minor changes proposed by staff and DOJ regarding Senate Bill 579.

**MOTION:** Tim Phillips moved that the changes be adopted; the motion was seconded by Stan Timmermann and passed unanimously by the Board.

**VI. OGA Quarterly Account Update**

**Cash Flow Analysis**

**Portfolio Update (Comments Provided By CTC Consulting)**

**VII. Public Comment**

There was no public comment brought before the Board.

The Board meeting adjourned at 1:30 pm.

Respectfully submitted,

Michelle Winegar  
Executive Assistant