Oregon Investment Council
Institutional Investor Symposium
MINUTES
October 29, 2003

The Oregon Investment Council Meeting/Workshop was called to order at 9:05 a.m.

OIC Members Present: Jerry Bidwell, Gerard Drummond, Randall Edwards, Diana Goldschmidt, Mark Gardiner, and James Voytko.

Staff Present: Jay Fewel, Steve Gruber, Linda Haglund, Ellen Hanby, Norma Harvey, John Kreft, Perrin Lim, Michael Mueller, Kevin Nordhill, Cesar Porte and Ron Schmitz.

Consultants Present: John Ilkiw, Frank Russell Company
Neil Rue, Pension Consulting Alliance
Randall Doser, Compass Advisors

Legal Counsel: Dee Carlson, Oregon Department of Justice

Symposium materials were distributed at the door by representatives from Barclays Global Investors.

List of Presenters/Topics:

1. Opening Remarks
   Ron Schmitz, Director of Investments

2. The Equity Risk Premium Today
   Richard Grinold, Director of Advanced Strategies & Research Group
   Barclays Global Investors

3. The Pension Squeeze and Its Implications on Pension Policy
   Barton Waring, Head of Client Advisory Group
   Barclays Global Investors

4. Risk Budgeting and Dimensions of Active Management
   Barton Waring, Head of Client Advisory Group
   Barclays Global Investors

5. The State of BGI and the Investment Management Industry
   Blake Grossman, Global Co-CEO
   Barclays Global Investors

Mr. Grossman also commented on the current mutual fund scandal where companies are being investigated for the practice of improper, short-term trading.

6. Using Past Performance to Hire and Fire Managers: Silver Bullet or Siren's Song?
   John Ilkiw, Global Consulting Practices
   Frank Russell Company

7. The Soft Science of Manager Evaluations
   Neil Rue, CFA, Principal
   Pension Consulting Alliance

During the meeting, Ron Schmitz and Jay Fewel addressed the Council regarding the Alternative Equity Sub-Committee meeting scheduled for November 10, 2003 to consider a $300 million commitment to TPG Partners Fund IV, L.P. A request was made for a waiver of the $200 million cap on Alternative Equity Sub-Committee Investments as stated in the Oregon State Treasury Investment Manual Policies and Procedures 4.06.01.

Dee Carlson commented on the action item and noted that a waiver of the limitation was within the power of the OIC.

MOTION: Jerry Bidwell moved to allow an exception of the $200 million limit on Alternative Equity Sub-Committee Investments with regards to the November 10, 2003 meeting for consideration of TPG Partners Fund IV, L.P. The motion was seconded by Randall Edwards and passed unanimously by the Council.

Greg Lyons, Associate General Counsel with the Russell Investment Group commented on the current criminal investigation regarding the mutual fund scandal where companies are being investigated for the practice "market-timing" and "late trading." He answered questions from Council and Staff regarding these issues.

The Council and staff discussed issues surrounding Putnam Advisors, presently. Jay Fewel noted that staff will conduct further due diligence before making a recommendation to the OIC.

The meeting adjourned at 2:45 pm

Respectfully submitted,

Norma Harvey
Investment Coordinator