



STATE OF OREGON
OFFICE OF THE STATE TREASURER
350 WINTER STREET NE, SUITE 100
SALEM, OREGON 97301-3896

OREGON INVESTMENT COUNCIL
JULY 20, 2009
ENERGY INVESTING WORKSHOP
MEETING MINUTES

OIC Members Present: Paul Cleary, Harry Demorest, Katy Durant, Dick Solomon, Ben Westlund

Staff Present: Darren Bond, Brad Child, Stacey Dycus, Jay Fewel, Sam Green, John Hershey, Perrin Lim, Kevin Nordhill, Jennifer Peet, Ron Schmitz, Michael Selvaggio, James Sinks, Michael Viteri

Consultants Present: Eliza Bailey, Partners Group

Legal Counsel Present: D. Kevin Carlson, Oregon Department of Justice
Ted Falk, Oregon Department of Justice
Deena Bothello, Oregon Department of Justice

Guests Present: Ted Sickinger, the Oregonian
Courtney Sherwood, Portland Business Journal

The OIC meeting was called to order at 3:04 pm by Katy Durant, Chair.

I. 3:05 pm Negotiation of Investment Agreements/Principles Discussion-Executive Session:

Mr. Carlson (DOJ) read ORS 192.660(2)(f)(h)(j). The executive session, held pursuant to stated ORS, began at 3:07 pm.

Quinn Moss, Partner with Orrick, Herrington & Sutcliffe LLP presented an update on the Private Partnership Investment Principles specific to OPERF.

There was a brief question and answer period following the presentation.

The meeting returned to public session at 4:39 pm

II. 4:48 pm Energy Investing:

Ron Schmitz introduced Howard Newman, Managing Director with Pine Brook Road Partners, LLC. Mr. Newman gave a brief history of his firm and their involvement with energy investing. Below is a summary of topics covered:

- Energy presents a wide range of investment opportunities.
- Returns are supported by the need to attract new investment.
- Volume growth, not price appreciation, is proper mindset.
- Upstream sector remains attractive-especially oil exploration.
- Natural gas requires a change in approach to be successful.
- Infrastructure investing can be very attractive, but lower return area.

At the conclusion of Mr. Newman's presentation, there was a brief question and answer period.

The meeting adjourned at 5:48 pm

Respectfully Submitted,

A handwritten signature in cursive script that reads "Julie Jackson". The signature is written in black ink and is positioned above the printed name.

Julie Jackson
Executive Assistant