The October 30th, 2019 OIC meeting was called to order at 9:00 am by Rukaiyah Adams, OIC Chair.

I. 9:00 am Review and Approval of Minutes
MOTION: Chair Adams asked for approval of the September 18, 2019 OIC regular meeting minutes. Treasurer Read moved approval at 9:01 am, and Mr. Russell seconded the motion which then passed by a 5/0 vote.

II. 9:02 am Committee Reports and CIO Remarks
Committee Reports: John Skjervem, Chief Investment Officer, gave an update on the following recent committee actions:

<table>
<thead>
<tr>
<th>Committee Reports</th>
<th>Date</th>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Alternatives</td>
<td>August 14, 2019</td>
<td>Westbourne (Compartment C - co-invest)</td>
<td>$50M</td>
</tr>
<tr>
<td>Private Equity</td>
<td>September 9, 2019</td>
<td>KPS Special Situations Fund V &amp; Mid-Cap Fund</td>
<td>$150M</td>
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Mr. Skjervem then provided opening remarks which included brief comments on the Annual Currency Overlay Review, Annual Public Equity Review, Annual Opportunity Portfolio Review and initial report on the division’s ESG activities.

**III. 9:05 am Currency Overlay Review and Manager Recommendations – OPERF**

Jen Plett, Investment Officer, Portfolio Risk & Research, provided the Oregon Investment Council with a review of and update on the Oregon Public Employees Retirement Fund (OPERF) Currency Overlay Program, which was launched on January 2, 2018. Then, she presented Dr. Anoosh Lachin, Co-Portfolio Manager, Aspect Capital who provided the Council with a presentation on Aspect Capital’s program structure, currency trading experience, and investment performance.

Ms. Plett then introduced Mr. Warren Naphtal, Co-Founder & Chief Investment Officer, P/E Global, and Mr. David Souza Jr., Co-Portfolio Manager, P/E Global who provided an introductory presentation on the Firm’s functions, methods for managing currency risk, and overall investment strategy.

Staff and Callan recommend adding Aspect Capital Limited and P/E Global LLC to the OPERF Currency Overlay Program. Furthermore, Staff recommended allocating $2 billion notional exposure to each manager (an initial investment of $1 billion with another $1 billion exposure subsequently added at Staff discretion), subject to Oregon Investment Council approval and satisfactory legal negotiation of all related terms and conditions.

**MOTION:** Mr. Russell moved approval at 10:06 am to add Aspect Capital Limited and P/E Global LLC to the OPERF Currency Overlay Program and allocate $2 billion notional exposure to each manager. Mr. Kim seconded the motion which then passed by a 5/0 vote.

**IV. 10:07 am Public Equity Review – OPERF**

Michael Viteri, Senior Investment Officer, Public Equity, Robin Kaukonen, Investment Officer, Public Equity, Wil Hiles, Investment Officer, Public Equity and Janet Becker-Wold, Senior Vice President, Callan LLC delivered an annual review of the OPERF public equity portfolio. Their presentation included the following recommendations:

1. Fund a $500 million internally-managed Emerging Markets Risk Premia ESG strategy within the OPERF Public Equity Portfolio, a recommendation consistent with OIC INV 1201; and
2. Amend Policy INV 603 (Internal Equity – Portfolio Objectives & Strategies) accordingly.

**MOTION:** Treasurer Read moved approval at 10:54 am of both requests. Mr. Russell seconded the motion which then passed by a 4/1 vote. Member Kim cast the dissenting vote.
11:07 am  **Opportunity Portfolio Review – OPERF**
Mike Mueller, Investment Officer, Alternatives, provided the OPERF Opportunity Portfolio 2018/2019 Annual Review which included a portfolio overview and history, review of recent activity, and update on investment performance.

11:25 am  **ESG Update – OPERF**
Anna Totdahl, Investment Officer, Portfolio Risk & Research, provided the Council with a presentation on the scope of ESG activities at Oregon State Treasury and progress to date by asset class. She also described staff’s work on a physical property risk assessment as well as her future endeavors in this space.

V.  **12:00 pm  Asset Allocation & NAV Updates**
Mr. Skjervem reviewed asset allocations and NAVs across OST-managed accounts for the period ended September 30, 2019.

VI.  **12:00 pm  Calendar – Future Agenda Items**
A calendar listing of future OIC meetings and scheduled agenda topics was included in the Council’s meeting material.

VII.  **12:01 pm  Open Discussion**
Chair Adams mentioned that Member Kim would like to further discuss the idea of a more flexible allocation for the Opportunity Portfolio, an idea staff agreed to research and report back on. Additionally, Mr. Olineck mentioned the continued work PERS is doing in preparation for SB 1049 which he said will result in a lot of changes for employers and members.

12:01 pm  **Public Comments**
None

Ms. Adams adjourned the meeting at 12:01 pm.

Respectfully submitted,

May Fanning
Executive Support Specialist