The Investment Committee of The Board of Trustees of The University of Alabama met via conference call on Wednesday, April 17, 2013. Trustee Ronald W. Gray served as Chairman. Ms. Linda Beasley, Assistant to the Secretary of the Board of Trustees, called the roll.

The following Committee members were present:

The Honorable Harris V. Morrissette, Trustee from the First Congressional District

The Honorable Marietta M. Urquhart, Trustee from the First Congressional District

The Honorable Kenneth L. Vandervoort, M.D., Trustee from the Third Congressional District

The Honorable James W. Wilson III, Trustee from the Third Congressional District – Vice Chairman

The Honorable Ronald W. Gray, Trustee from the Fifth Congressional District – Chairman

The Honorable William Britt Sexton, Trustee from the Fifth Congressional District

The Honorable Vanessa Leonard, Trustee from the Sixth Congressional District

Member not in attendance:

The Honorable John J. McMahon, Jr., Trustee from the Sixth Congressional District

The meeting was also attended by: President pro tempore Paul W. Bryant, Jr.; Executive Vice Chancellor for Finance and Operations C. Ray Hayes; UAB Counsel John Daniel; Chief Investment Officer Tom Gale; Manager of Investment Accounting Marla Dare; and Administrative Associate Sabrina Wilder.
Chairman Gray thanked everyone for their attendance and called on Sabrina Wilder who introduced Colin Rajala and Nick Liotis from *Nonprofit News*.

Chairman Gray recognized Mr. Tom Gale for presentation of the proposed Yorktown Partners resolution. Mr. Gale said he appreciated everyone being available to meet on such short notice to consider this fund, which Cambridge Associates recommends. As a matter of practice, he said any funds he brings before this Committee would have been thoroughly analyzed by Cambridge Associates and would be on their recommended list.

Mr. Gale said the proposed resolution is to approve a $10 million investment in Yorktown Energy Partners X. They are a seasoned, well-established firm that is targeting investments in upstream, which is oil and gas development, and midstream, which gets that oil and gas and other products through pipelines to facilities where they can be processed and then distributed. They have a very strong track record over time; this is their tenth fund.

Trustee Vandervoort said he thought this $10 million would represent about one percent of the Pooled Endowment Fund and asked what would that give us total at that point in the private energy sector. Mr. Gale said that was correct and we currently have three percent committed so this would be four percent. On a funded basis, we are currently only at .7 percent. Part of the reason for that is that they are slow to call in money but in this particular area, they are very quick in distributing funds. You almost have to get over-allocated to reach your target in this area. Mr. Gale said the median exposure to oil and gas for endowments over $1 billion dollars is 3.3 percent on a funded basis, and we are under that.

After further discussion, and on motion of Trustee Urquhart, seconded by Trustee Wilson, the Committee approved the following resolution:

RESOLUTION

WHEREAS, the Investment Committee of The Board of Trustees of The University of Alabama has previously established a target asset allocation for private natural resource equity in the UAS Pooled Endowment Fund; and

WHEREAS, the Chief Investment Officer, with the advice and assistance of Cambridge Associates, hereby recommends an investment in Yorktown Energy Partners X, LP in the amount of $10 Million for the UAS Pooled Endowment Fund;
NOW, THEREFORE, BE IT RESOLVED by the Investment Committee of The Board of Trustees of The University of Alabama that the Executive Vice Chancellor for Finance and Operations, with the advice and assistance of the Chief Investment Officer and Cambridge Associates, and subject to review by the UAS legal counsel be, and hereby is, authorized to negotiate and execute a contract with Yorktown Partners.

There being no other business, the meeting was adjourned.

C. Ray Hayes
Executive Vice Chancellor for Finance and Operations

Michael A. Bownes
Secretary of the Board of Trustees