

January 23, 2001

MEMORANDUM

TO: The Board of the University of Virginia
Investment Management Company:

William H. Goodwin, Jr., Chair
John P. Ackerly, III
A. Macdonald Caputo
Charles L. Glazer
Christine P. Gustafson
Donald Laing, III
Timothy B. Robertson
Leonard W. Sandridge
Matthew G. Thompson
James C. Wheat, III

FROM: Alexander G. Gilliam, Jr.

SUBJECT: Minutes of a Meeting of the Board of Directors of the
University of Virginia Investment Management Company on
January 23, 2001

The Board of the University of Virginia Investment Management Company conferred by telephone on January 23, 2001. The session, which was conducted in public, began at 9:30 a.m. and ended at 10:30 a.m. William H. Goodwin, Jr., Chairman of the Board, A. Macdonald Caputo, Charles L. Glazer, Ms. Christine P. Gustafson, Donald Laing, III, Timothy B. Robertson, Matthew G. Thompson, and James C. Wheat, III participated. Ms. Alice W. Handy led the discussion; members of her staff listened on speakerphone, as did Ms. Jeanne Flipppo Bailes.

The Board took the following actions:

Approved the transfer of the entire BGI Value investment and \$55million of the JW Bristol investment out of long-only domestic equity and into opportunistic. These positions will be liquidated over the year to fund private equity draws and a proposed investment in Viking Global.

Approved the investment of \$35million with Maverick Capital. Of this, \$20million will be part of the domestic hedge fund portfolio, keeping Maverick in line with allocations to other managers, and \$15million will be invested as part of the opportunistic portfolio and may be used to fund new initiatives during the year.

Agreed to reserve \$20million for a new hedge fund manager. The Domestic Equity Committee will meet in February with the Galleon group.

Agreed to divest from BPI International (long-only international) and invest \$45million with BPI Global (a global hedge fund) in the opportunistic portfolio.

Approved the investment of \$25million with Sierra Europe in the international hedge fund portfolio. The International Committee will make the decision between the Euro denominated and the US \$ denominated fund.

Agreed to retain the OCM high yield portfolio in the opportunistic section.

Approved the investment of the remaining cash in the opportunistic portfolio (about \$35million) in fixed income assuming that it will be reallocated to a new opportunity over the next year.

AGG:lah

Copies to: Mr. John T. Casteen, III
Ms. Alice W. Handy