

Approved

COMMITTEE ON FINANCE
COMMITTEE ON INVESTMENTS
November 15, 2007

TO THE REGENTS OF THE UNIVERSITY OF CALIFORNIA

Amendment of Policy on Conflict of Interest Regarding Assets Managed by the Treasurer to Specify Procedures for Implementation

The Committees recommend adoption, effective immediately, of an amendment to the Policy on Conflict of Interest Regarding Assets Managed by the Treasurer, as follows:

Deletions shown by strikeout, additions shown by underscore

Policy on Conflict of Interest Regarding Assets Managed by the Treasurer, Adopted September 22, 2005, Amended July 19, 2007:

The General Counsel is responsible for determining, pursuant to the following procedures, that the Treasurer's responsibilities for selecting investment managers have been exercised free of any efforts to influence the Treasurer's selection by individuals within the Treasurer's Office, on the Investment Advisory Group, on the Board of Regents, or with oversight responsibility for the performance of the Treasurer's Office, with a financial interest in the selection, within the meaning of the Political Reform Act. The General Counsel's office will promptly provide the Treasurer's Office with copies of all Statements of Economic Interest (Form 700) for all Regents and Treasurer's office employees, as well as any information disclosed by Investment Advisory Group (IAG) members pursuant to the Conflicts provisions of the Policy Establishing the Investment Advisory Group. The Treasurer's office will advise the General Counsel's office if it is contacted by a Regent, an IAG member, or a designated official in the Treasurer's office, in connection with the choice of an outside investment manager, if that outside investment manager is listed on the relevant individual's disclosure form. The Office of the General Counsel will then determine whether there is any conflict of interest.

Any such efforts to influence the Treasurer's selection of investment managers by such individuals with a financial interest in the selection are expressly prohibited. In the event such a prohibited effort to influence a Treasurer's Office selection of an investment manager is identified, the General Counsel shall immediately bring the matter to the attention of the Chair of the Regents' Committee on Investments.