

**REGULAR MEETING OF THE
MONTANA BOARD OF INVESTMENTS
DEPARTMENT OF COMMERCE**

**2401 Colonial Drive, 3rd Floor
Helena, Montana**

Thursday, January 29, 2004

AGENDA

I. CALL TO ORDER 11:30 a.m.

- A. Roll Call
- B. Approval of the December 11, 2003 Regular Meeting Minutes
- C. Administrative Business

II. PUBLIC COMMENT 1:00 p.m.

- A. Public Comment on Board-Related Items

III. EXECUTIVE DIRECTOR REPORTS - Carroll South 1:10 p.m.

- A. Budget Status Report
- B. In-State Loan Policy Revisions
- C. Out-of-State Travel Requests

IV. BOND PROGRAM - Louise Welsh 1:30 p.m.

- A. INTERCAP
 - 1. Activity Report
 - 2. Staff Approved Loans Report
 - 3. Loan Requests
- B. Preliminary Bond Resolution #205

V. CHIEF INVESTMENT OFFICER REPORTS - Jim Penner, CFA 2:00 p.m.

- A. Economic Overview - Newsletter
- B. Asset Allocation
- C. Educational Opportunities/Conferences/Seminars
- D. Investment Performance (Hand out)
- E. Corporate Governance - Proxy Policy

VI. MONTANA LOAN PROGRAM - Delrene Rasmussen 2:45 p.m.

- A. Coal Tax Loan Program Activity Report - November and December
- B. Pension Mortgage Program Activity Report - November and December

VII. INVESTMENT ACTIVITY - EQUITY 3:00 p.m.

- A. Domestic Equities (Montcomp) - Rande Muffick, CFA
 - 1. Transactions - November and December
 - 2. Holdings Report
 - 3. Strategy
 - 4. Equity Commission Policy Statement
 - 5. Montcomp Approved Stock List
 - 6. Portfolio Additions
 - a. Bed Bath & Beyond
 - b. Halliburton
 - c. Merrill Lynch
 - 7. Investment Policy Statement
 - a. Montana Domestic Equity Policy (MDEP)

B. International Equities (MTIP) - Paul Runnalls & Rich Cooley, CFA.

1. Internal Pool

- a. Internal Transactions - November and December
- b. Internal International Holdings Report
- c. European Overview

C. Montana Private Equity Pool (MPEP) - Ed Kelly

- 1. MPEP Transactions - November and December
- 2. MPEP Holdings Report

VIII. INVESTMENT ACTIVITY - FIXED INCOME

A. Short Term Investment Pool (STIP) - Ed Kelly

- 1. STIP Transactions - November and December
- 2. STIP Holdings Report

A. Security Lending - Ed Kelly

- 1. Earnings Report

C. Intermediate Funds - Rich Cooley, CFA

- 1. Treasurer's Fund Transactions - November and December
- 2. Treasurer's Fund Holdings Report
- 3. State Fund Transactions - November and December
- 4. State Fund Holdings Report
- 5. Strategy

D. Long-term Funds - Bob Bugni, CFA

- 1. Fixed Income Transactions - November and December
- 2. Strategy
- 3. Periodic Reports
 - a. Non-Investment Grade Holdings
 - b. Holdings Reports RFBP & TFBP
- 4. Investment Policy Statements
 - a. Upper Clark Fork River Basin Restoration Fund
 - b. Upper Clark Fork River Basin Reserve Fund

ADJOURNMENT 5:00 p.m.

The Board of Investments makes reasonable accommodations for any known disability that may interfere with a person's ability to participate in public meetings. Persons needing an accommodations must notify the Board (call 444-0001) or write to P.O. Box 200126, Helena, Montana 59620) no later than three days prior to the meeting to allow adequate time to make needed arrangements.