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Committee on Asset and Resource Management

Trustee Oswald K. Stender, *Chair*

Trustee Robert K. Lindsey, Jr., *Vice-Chair*

Members

Trustee Rowena Akana

Trustee Peter Apo

Trustee S. Haunani Apoliona

Trustee Donald B. Cataluna

Trustee Hulu Lindsey

Trustee Colette Y. Machado

Trustee John D. Waihee, IV



STATE OF HAWAII
OFFICE OF HAWAIIAN AFFAIRS
711 KAPI'OLANI BOULEVARD, SUITE 500
HONOLULU, HAWAII 96813

DEPUTY GOVERNOR'S
OFFICE

12 SEP 19 10:22

Office of Hawaiian Affairs
COMMITTEE ON ASSET AND RESOURCE MANAGEMENT
(ARM)

DATE: Wednesday, September 26, 2012

TIME: 10 a.m.

PLACE: OHA Board Room, 5th Floor at above address

AGENDA

- I. Call to Order
- II. Approval of Minutes
 - A. August 22, 2012
 - B. September 5, 2012
- III. Community Concerns/Beneficiary Comments
- IV. New Business*
 - A. Native Hawaiian Trust Fund 2nd Quarter Performance Review with SSgA
 - B. Native Hawaiian Trust Fund 2nd Quarter Performance Review with Commonfund
- V. Announcements
- VI. Adjournment

*The 72 hour rule, pursuant to OHA Operations Guide, may be waived for distribution of new committee materials.

A handwritten signature in blue ink, appearing to read "Oswald K. Stender", written over a horizontal line.

Trustee Oswald Stender, Chair
Committee on Asset and Resource Management

9/19/12

Date

**Office of Hawaiian Affairs
711 Kapi'olani Blvd., Ste. 500
Honolulu, HI 96813**

Committee on Asset & Resource Management

September 26, 2012

MINUTES

Trustees Present:

Trustee Oswald Stender, Chair
Trustee Rowena Akana
Trustee Peter Apo
Trustee Colette Machado
Trustee John Waihe'e, IV

Trustees Excused:

Trustee Robert Lindsey, Vice Chair
Trustee Haunani Apoliona
Trustee Donald Cataluna
Trustee Hulu Lindsey

BOT Staff:

Makana Chai
Lei-Ann Durant
Reynold Freitas
Lehua Itokazu

Ani Pang
Capsun Poe
Nathan Takeuchi

Administrative Staff:

Aedward Los Banos, Chief Operating Officer
Hawley Alamodin, Chief Financial Officer

Keola Akana
David Okamoto

Victor Lo

Guests:

Roy Benham

Howard Hodel, OHA Consultant

Commonfund

Seyonne Kang
Verne Sedlacek

SSgA

Sonya Park

via video conference:

Sue Carter
Ralph Money
Dana Moreau
Tom Snayd
Tyler Stevens

CALL TO ORDER

The meeting was called to order by Chair Oswald Stender at 10:11 a.m.

APPROVAL OF MINUTES

Trustee Machado MOVED, SECOND by Trustee Apoliona to approve the minutes of the August 22, 2012 and September 5, 2012 meetings of the Committee on Asset and Resource Management.

MOTION PASSED by a unanimous vote of 5 – 0.

COMMUNITY CONCERNS/BENEFICIARY COMMENTS

None

NEW BUSINESS

A. Native Hawaiian Trust Fund 2nd Quarter 2012 Performance Review with SSgA

Sonya Park presented SSgA's report as found under the Market Summary tab in the report. Ms. Park reviewed, with the Trustees, the following topics:

- SSgA Firm Overview
- SSgA Investment Solutions Group (ISG) Overview
- Economic & Market Outlook
 - ✓ Underlying Holdings Descriptions
 - ✓ Important Disclosures
 - ✓ GIPS Presentations

(Refer to materials distributed: Office of Hawaiian Affairs Board Report – June 2012 – prepared by State Street Global Services)

A. Native Hawaiian Trust Fund 2nd Quarter 2012 Performance Review with Commonfund

Verne Sedlacek and Seyonne Kang were joined, via video conference, by Sue Carter, Ralph Money, Dana Moreau, Tom Snayd, and Tyler Stevens to present Commonfund's 2nd Quarter 2012 Performance Review:

Beginning Market Value as of June 30, 2012:	\$ 69,812,054
Ending Market Value as of June 30, 2012:	\$ 69,289,216
Total Loss Quarter to Date:	\$ 1.6 million
Total Gain Inception to Date:	\$ 2.2 million

(Refer to materials distributed: Office of Hawaiian Affairs Board Report – June 2012 – prepared by State Street Global Services, Pages 62-63)

Howard Hodel, Consultant, and David Okamoto, Senior Investment Analyst presented the following summaries:

Hawaii Direct Investments

Beginning Market Value as of June 30, 2012:	\$16,103,515
Ending Market Value as of June 30, 2012:	\$15,963,848
Total Loss Quarter to Date:	\$ 0.3 million
Total Gain Inception to Date:	\$ 1.2 million

(Refer to materials distributed: Office of Hawaiian Affairs Board Report – June 2012 – prepared by State Street Global Services, Pages 80-81)

Short Term Liquidity Account

Beginning Market Value as of June 30, 2012:	\$ 5,002,577
Ending Market Value as of June 30, 2012:	\$21,785,340
<i>*Note: The Ending Market Value reflects infusion of capital into the account.</i>	
Total Gain Quarter to Date:	\$ 0.6 million
Total Gain Inception to Date:	\$ 4.4 million

(Refer to materials distributed: Office of Hawaiian Affairs Board Report – June 2012 – prepared by State Street Global Service, Pages 88-89)

ANNOUNCEMENTS

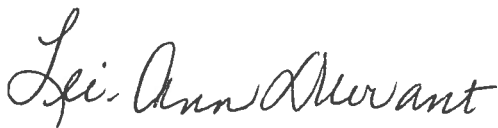
Chair Stender updated the Trustees on the remaining ARM Committee meeting dates for the month of October.

ADJOURNMENT

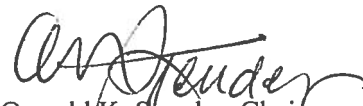
Trustee Machado MOVED, SECOND by Trustee Apo to adjourn the September 26, 2012 meeting of the Committee on Asset and Resource Management.

Chair Stender adjourned the meeting at 12:04 p.m.

Respectfully submitted,



Lei-Ann Durant, Aide/Secretary
Committee on Asset and
Resource Management



Oswald K. Stender, Chair
Committee on Asset and
Resource Management

Approved: October 10, 2012