

UNITED NATIONS DEVELOPMENT CORPORATION

Minutes of a Meeting of the
Finance Committee

Held via Zoom video

On March 6, 2021 at 2:00 p.m.

The following members of the Finance Committee, representing a quorum, attended the meeting: George Klein, Chairman, Samuel Natapoff and Joseph Rutigliano. Robert Cole, Jorge Ortiz and Loida Diaz de Jesus (UNDC), and Martin Hammond and Samantha Myers (PFM Asset Management), also attended the meeting.

The Chairman presided and Loida Diaz de Jesus acted as secretary of the meeting. The Chairman called the meeting to order at 2:00 p.m.

Minutes of the Meeting of March 17, 2020

The Chairman asked the Committee to approve the minutes of the Finance Committee meeting held on March 17, 2020. On motion made and seconded, the minutes of the March 17, 2020 meeting were unanimously approved.

PFM Asset Management - 2020 Annual Investment Report

Mr. Hammond reviewed the PFM 2020 Annual Investment Report. He reported that the Corporation's investments complied with the Corporation's Investment Guidelines, the Indenture for the 2019 Bonds and New York State Comptroller investment requirements applicable to public authorities. Mr. Hammond reported that the Corporation's portfolio continued to be invested exclusively in U.S. Treasury securities because PFM did not find sufficient value during 2020 in other permitted investments such as GSE securities (Fannie Mae, Freddie Mac) or the highest quality commercial paper. He advised that Treasury yields dropped further in 2020 in response to the Federal Reserve's zero interest rate policy put in place due to the Covid pandemic. Mr.

Hammond reported that earnings for the UNDC portfolio for 2020 were low and will likely remain low until 2022 or later as the economy recovers.

Ms. Myers reviewed the Corporation's funds and PFM's investment and reinvestment strategies. Ms. Myers advised that PFM reviews each proposed investment with the Corporation's management before funds are invested.

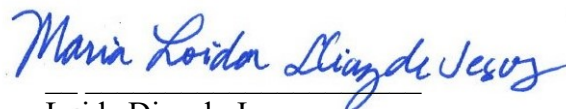
Mr. Klein and other Committee members suggested that the Committee meet every six months (rather than annually) to review the Corporation's investment portfolio.

UNDC Annual Investment Report for 2020

Mr. Cole reviewed the Corporation's Annual Investment Report for 2020, which will be submitted to New York State by March 31, 2021 as required. The Committee approved the Corporation's Annual Investment Report for 2020 and recommended its approval by the Board at the March 25 Board meeting.

Other Business

There being no other business, the meeting was adjourned at 3:45 p.m.



Loida Diaz de Jesus
Acting Secretary