

UNITED NATIONS DEVELOPMENT CORPORATION

Minutes of a Meeting of the Finance Committee

Held via Zoom video

On September 14, 2021 at 4:00 p.m.

The following members of the Finance Committee, representing a quorum, attended the meeting:

George Klein, Chairman
Amabel James
Samuel Natapoff
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 4:21 p.m.

Minutes of the Meeting of March 16, 2021

The Chairman asked the Committee to approve the minutes of the Finance Committee meeting held on March 16, 2021. On motion made and seconded, the minutes of the March 16, 2021 meeting were unanimously approved.

PFM Asset Management – 2021 Six-Month Investment Report

Mr. Hammond reported that in July 2021 PFM had entered into a purchase agreement to be acquired by US Bancorp Asset Management, with an anticipated closing in December 2021. Mr. Hammond advised that PFM would continue to operate under its own name with the same or improved services.

Ms. Myers reviewed PFM's Investment Report for the six-months from January through June 2021, as provided to the Committee. She reported that all of the Corporation's investments

managed by PFM continued to be held in U.S. Treasury securities because PFM did not find sufficient value in other investment categories (such as GSEs, including Fannie Mae or Freddie Mac, or commercial paper) that are permitted under the Investment Guidelines.

Ms. Myers and Mr. Hammond reviewed PFM's recommendation for active management of the Corporation's accounts, a change from the current approach requiring approval by the Corporation for each investment purchase. PFM would be permitted to allocate up to 20% of each investment fund in other investment categories (such as GSEs, including Fannie Mae or Freddie Mac, or commercial paper) consistent with the requirements of the Corporation's Investment Guidelines, Indenture and Comptroller's regulations.

Following discussion, the Committee decided to allow PFM to actively manage the Corporation's accounts in this manner. Management will review the Corporation's Investment Guidelines with PFM and recommend revisions for Board approval to implement this approach.

UNDC Six-Month Investment Report for period ending June 30, 2021

Mr. Cole reviewed the Corporation's Six-Month Investment Report for the six months ending June 30, 2021. He reported that all investments met the requirements of the Corporation's Investment Guidelines and Indenture for the 2019 bonds. Mr. Cole reported that all investments were pre-approved by the Corporation based on recommendations from investment adviser PFM.

Other Business

There being no other business, the meeting was adjourned at 5:28 p.m.


Loida Diaz de Jesus
Acting Secretary