

**TEACHER RETIREMENT SYSTEM OF TEXAS MEETING
BOARD OF TRUSTEES
AND
RISK MANAGEMENT COMMITTEE**

(Mr. Gauntt, Committee Chair; Mr. Kelly, Mr. McDonald, Mr. Mullins, & Mr. Wiley, Committee Members)

AGENDA

**October 8, 2009 – 3:15 p.m.
TRS East Building, 5th Floor, Boardroom**

1. Consider the approval of the proposed minutes of the June 11, 2009 committee meeting – Robert Gauntt.
2. Receive overview of the Risk Management Group, including organizational structure, collaborative process, and deliverables – Dr. Nigel Lewis.
3. Review the Risk Report, including the following items – Dr. Nigel Lewis:
 - A. Total Fund Asset Allocation and Market Risk.
 - B. Total Fund Risk Contribution and Decomposition.
 - C. Portfolio Market Risk and Tracking Error.
 - D. Leverage and Settlement Risk.
 - E. Counterparty Exposure.
 - F. Liquidity Analysis.
 - G. Derivative Exposure.
4. Review Quarterly Reports on Compliance with Investment Policies and Compliance Activities, including information regarding foreign exchange forward contracts – Terry Harris and Dr. Nigel Lewis.

NOTE: The Board of Trustees (Board) of the Teacher Retirement System of Texas will not consider or act upon any item before the Risk Management Committee (Committee) at this meeting of the Committee. This meeting is not a regular meeting of the Board. However, because a quorum of the Board may attend the Committee meeting, the meeting of the Committee is also being posted as a meeting of the Board out of an abundance of caution.