

MINUTES
MCKNIGHT BRAIN RESEARCH FOUNDATION
BOARD OF TRUSTEES CONFERENCE CALL
September 12, 2007

The McKnight Brain Research Foundation (MBRF) Conference Call to discuss the Asset Allocation Analysis was called to order at 4 p.m.

The following members were present:

Dr. Michael Dockery, Trustee
Dr. Nina Ellenbogen-Raim, Trustee
Dr. John G. Clarkson, Trustee
Mrs. Teresa Borcheck, Corporate Trustee,
SunTrust Bank Endowment & Foundation Services Group

Others Attending:

Mr. Henry H. Raattama, Jr., Legal Counsel
Mr. Michael Sebesta, Managing Director, Trusco Capital Management
Mr. John B. Floyd, Managing Director, Trusco Capital Management
Ms. Shelly R. Simpson, Trusco Capital Management
Mrs. Annette Molenaar, SunTrust Bank Endowment & Foundation
Services Group

Mrs. Borcheck stated that the purpose of this call was to review what effect the addition of private equity to the portfolio would have on the Efficient Frontier Analysis, and to reach a decision on which vehicle would be the most suitable for private equity.

Mr. Floyd introduced Shelly Simpson, Research Analyst at Trusco Capital Management. Ms. Simpson discussed the updated Efficient Frontier information which had been sent to the Trustees prior to the conference call. She indicated that by adding the private equity asset class to the portfolio, it will be possible to increase returns over the long-term while reducing standard deviation. She emphasized that when one invests in private equity, it is a long-term commitment. Ms. Simpson indicated that the funds which would be invested in private equity would be taken from the large cap allocation in the portfolio.

Mr. Floyd discussed the three fact sheets which had been sent to the Trustees which covered the different options for Private Equity. These three options are: Goldman Sachs Private Equity Group, Permal Capital Management (Private Equity) and Credit Suisse Private Equity (Attachments 1, 2 and 3). The Trustees discussed the management fees and returns associated with each of these options. Following a

discussion with the Trustees, Mr. Floyd indicated that all three are good firms; however, it was Trusco's recommendation to use Permal Capital Management.

Mr. Raattama indicated that Appendix B needs to be changed; he will make the adjustments.

Action: The Trustees received the Efficient Frontier information, fact sheets and recommendation from Mr. Floyd for information.

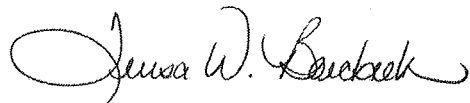
Action: Mr. Raattama to revise Appendix B.

Summary of Action Items:

- 1. The Trustees received the Efficient Frontier information, fact sheets and recommendation from Mr. Floyd for information.**
- 2. Mr. Raattama to revise Appendix B.**

There being no further business, the meeting was adjourned at 4:45 p.m.

Respectfully submitted,



Teresa W. Borcheck
SunTrust Bank, Corporate Trustee