

VALUATION COMMITTEE
of Connecticut Innovations, Incorporated
Minutes – Special Meeting
Wednesday, May 15, 2013

A special meeting of the **Valuation Committee of Connecticut Innovations, Incorporated** (the “Committee”) was held on May 15, 2013, at the office of Connecticut Innovations, Inc., 865 Brook Street, Rocky Hill, CT.

1. Call to Order: Katherine Vick, Chairperson of the Committee, called the meeting to order at 9:30 a.m. Present: James Jordan (by phone), Frank Morse (by phone), Patrick Murphy (by phone), Raghav Nandagopal (by phone), and Katherine Vick (by phone).

Staff Attending: George Bellas, Peter Longo, Shelly Mondo, and Doug Roth (by phone).

2. Review of Preseed Risk Rating Criteria:

In response to the request made at the April 29, 2013 Valuation Committee meeting, Mr. Bellas presented the proposed risk rating criteria to value the pre-seed portfolio. In comparison with the current process, the overall reserve for the preseed portfolio would go from 75 percent to approximately 47 percent of the preseed investments being reserved. Mr. Longo described the four different ratings and explained the criteria for each company being put into the rating categories.

In response to a question, Mr. Longo explained that interim adjustments are made if more reserves are necessary throughout the year. However, reserves are not reversed until the annual review of the portfolio.

3. Review of Investment Portfolio Valuation Procedures:

The Valuation Committee members reviewed the revised language in the Investment Portfolio Valuation Procedures to reflect adjustments to the valuation of the preseed portfolio.

Upon a motion made by Mr. Morse, seconded by Mr. Jordan, the Valuation Committee members voted unanimously in favor of approving the changes to the Investment Portfolio Valuation Procedures, as presented.

4. Next Valuation Committee Meeting:

The next meeting will be held on Wednesday, June 19, 2013, at 9:00 a.m.

5. **Adjournment:** Upon a motion made by Mr. Morse, seconded by Mr. Nandagopal, the Valuation Committee members voted to adjourn the May 15, 2013 meeting at 9:42 a.m.

Respectfully submitted,

Katherine Vick
Chairperson of the Valuation Committee