

**Resolution of the Alabama Trust Fund Board of Trustees
at its meeting held May 22, 2025**

Topic: To Ratify ATF Investment Policy Statement Update

WHEREAS, the Board of Trustees (herein the “Board”) are the trustees of the Alabama Trust Fund created in Section 3 of Amendment 450 of the Constitution of Alabama of 1901, as amended (the “Act”); and

WHEREAS, the Board has engaged and relies on Callan LLC, Inc. (herein “Callan”) as the investment consultant for the Alabama Trust Fund; and,

WHEREAS, the Board has authority, pursuant to the Act, to execute contracts, agreements and other instruments as may be necessary or convenient to accomplish any purpose for which the trust fund was created; and

WHEREAS, on Thursday, April 10, 2025, Goldman Sachs Asset Management, L.P. (herein “GSAM”) provided staff with a letter requesting an exemption from the international equity investment guideline stating: “Investments should not be made in equity securities of issuers which do not have an available operating history of at least three years. Five years of operating history is preferred. Operating history may include past performance resulting from mergers, acquisitions, and spin-offs”; and,

WHEREAS, Callan recommended allowing the requested investment guideline exemption given the rationale provided by GSAM. The small weight in any one company provides additional reassurance that the relative risk of holding a company with limited operational history is minimal; and,

WHEREAS, Callan also recommended changing the asset class benchmark shown in Section IV of the Investment Policy Statement (herein “IPS”) for international small cap to the MSCI EAFE Small Cap Index to reflex the benchmark used by GSAM; and,

WHEREAS, The current international small cap managers use different benchmarks and only one index is shown in Section IV of the IPS; and,

WHEREAS, on Friday, April 11, 2025, the Investment Committee met and approved Callan’s recommendations to allow GSAM’s requested investment guideline exception and change the international small cap equity benchmark to MSCI EAFE Small cap index; and,

NOW, THEREFORE, BE IT RESOLVED, the Board ratifies the approved changes to the Alabama Trust Fund Investment Policy Statement.