

Final as approved  
By Investment Committee  
October 14, 2013

## MINUTES

### Kansas Bioscience Authority

### Investment Committee of the Board of Directors

Monday, September 16, 2013

3:00 p.m. – 5:00 p.m.

Offices of the Kansas Bioscience Authority  
Olathe, KS

**Call to Order:** A quorum being present, a meeting of the Investment Committee of the Board of Directors of the Kansas Bioscience Authority was called to order at 3:05 p.m. on September 16, 2013 by Chairman Lee Borck (by phone). Other members of the Committee present by phone were Mr. Sherry Schaub, Mr. Kenny Wilk, and Mr. Dave Murfin. Sec. Dale Rodman attended in person. Mr. Ken Buchele of the KBA Board of Directors also attended by phone. KBA staff in attendance included Mr. Duane Cantrell, Mr. Tony Simpson, Dr. Tom Krol, Mr. Keith Harrington, Dr. Don Colbert, Ms. Shannon Carroll, Ms. Julie Sailors, Ms. Marsh LoScalzo, and Mr. Tariq Abdullah. Mr. Ben Unglesbee of the Lawrence Journal World also attended.

#### **Executive Session:**

**Motion:** Sec. Rodman moved that the Investment Committee of the Kansas Bioscience Authority recess into executive session pursuant to K.S.A. 74-99b07 and K.S.A. 75-4319(b)(4) to consider a proposal or proposals for funding and to discuss operational strategies of the Authority and confidential data and proprietary information of the applicants for funding, the disclosure of which, in the opinion of the Committee, would be harmful to the competitive position of the Authority and the applicants if disclosed. The executive session will commence at 3:07 p.m. and continue for 45 minutes. The Investment Committee will reconvene in open session at 3:52 p.m. in this conference room. Included in the executive session will be the members of this Committee, Mr. Buchele, KBA staff, and whomsoever else the Chair invites. The motion was seconded by Mr. Schaub and unanimously approved.

**Return to Open Session:** The Investment Committee reconvened in open session at 4:03 p.m.

**Motion to Extend Executive Session:** Sec. Rodman moved to extend the previous Executive Session for an additional 30 minutes, with the Committee reconvening in open session at 4:33 p.m. The motion was seconded by Mr. Murfin and unanimously approved.

**Return to Open Session:** Following Executive Session discussion of proposed investments, the Investment Committee reconvened in open session at 4:41 p.m.

**Motion:** Mr. Buchele moved that the Investment Committee accept the recommendation of staff and recommend to the Board of Directors approval of funding of the proposed \$600,000 equity investment in Novita Therapeutics, LLC, as discussed in executive session. The motion was seconded by Mr. Schaub and unanimously approved.

**Motion:** Sec. Rodman moved that the Investment Committee accept the recommendation of KBA staff and recommend to the Board of Directors approval of funding of the proposed \$1,000,000 investment in a revenue royalty and equity warrant agreement in the form of a convertible promissory note, as discussed in executive session, in Innara Health. The motion was seconded by Mr. Murfin and unanimously approved.

**Adjournment:** There being no further business, the meeting was adjourned at 4:43 p.m.