

STATE OF DELAWARE

INVESTMENT COMMITTEE MEETING MINUTES

March 18, 2008

The Investment Committee met at Walker's Mill at 8:30 a.m. on March 18, 2008. Present were Committee members A. Dale Stratton, Philip S. Reese, Elva B. Ferrari, Clark Phippen and Mark Stalnecker. Also present were Robert D. Gooderham, Cynthia Collins, David C. Craik, Jeffrey Hoover, Garry A. Musto, Seth J. Yablonovitz and Linda M. Drew. In Ms. King's absence, Ms. Stratton chaired the meeting.

Minutes of the February 26, 2008 Investment Committee meeting were approved with corrections.

Mr. Gooderham reviewed preliminary fiscal and calendar year performance through 2/29/08 for individual managers and the total fund, noting that despite a volatile and negative month for equities, the Fund outperformed its benchmark for the month.

Mr. Reese moved, Mr. Stalnecker seconded, and the Committee unanimously approved a motion to enter Executive Session at 8:40 a.m. to consider sensitive commercial information, proprietary business information, trade secrets and confidential financial information.

The Committee returned to public session at 9:00 a.m. by unanimous vote, on the motion of Mr. Reese, seconded by Mr. Phippen.

On the motion of Mr. Reese, seconded by Mr. Phippen, the Committee unanimously voted to recommend to the full Board termination of the Legg Mason equity account due to poor performance.

Mr. Reese moved, Mr. Phippen seconded, and the Committee unanimously approved a motion to enter Executive Session at 9:05 a.m. to consider sensitive commercial information, proprietary business information, trade secrets and confidential financial information.

The Committee returned to public session at 1:20 p.m. by unanimous vote, on the motion of Mr. Reese, seconded by Mr. Phippen.

Mr. Phippen moved, Mr. Reese seconded, and the Committee unanimously approved a motion to recommend the following actions to the full Board:

1. Liquidation of \$200 million from the Mellon Capital Tactical Asset Allocation account with proceeds to be transferred to DPERS' Northern Trust GSTIF account.

2. Engage Northern Trust to serve as transition manager for the liquidation of the Legg Mason account
3. Commit proceeds of the Legg Mason account to the T. Rowe Price Natural Resources account
4. Commit up to \$200 million to an account with Barlow Partners pending verification of fees and successful negotiation of legal documents.

Mr. Reese moved, Mr. Phippen seconded, and the Committee unanimously approved a motion to enter Executive Session at 1:25 p.m. to consider sensitive commercial information, proprietary business information, trade secrets and confidential financial information.

The Committee returned to public session at 1:30 p.m. by unanimous vote, on the motion of Mr. Reese, seconded by Mr. Phippen.

On the motion of Ms. Stratton, seconded by Ms. Ferrari, the Committee unanimously voted to recommend to the full Board commitment of up to \$40 million to Summit Partners Subordinated Debt Fund IV.

There being no further business to come before the Committee, the meeting was, on the motion of Mr. Stalnecker, seconded by Mr. Reese and unanimously approved, adjourned at 1:35 p.m.

Respectfully submitted,

/S/Robert D. Gooderham  
Robert D. Gooderham  
Executive Secretary

/S/A. Dale Stratton  
A. Dale Stratton, Acting Chairperson