

STATE OF DELAWARE

INVESTMENT COMMITTEE MEETING MINUTES

November 18, 2008

The Investment Committee met at Walker's Mill at 8:30 a.m. on November 18, 2008. Present were Committee members Jan M. King, Chair, A. Dale Stratton, Philip S. Reese, Elva B. Ferrari, Clark Phippen, George Saxon and Mark Stalnecker. Also present were Theodore H. Ashford, Robert D. Gooderham, Cynthia Collins, David C. Craik, Wade Sallings, Jeffrey Hoover, Garry A. Musto, Seth J. Yablonovitz and Linda M. Drew.

Mr. Reese moved, Mr. Phippen 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 8:45 a.m. by unanimous vote, on the motion of Mr. Reese, seconded by Mr. Phippen.

Mr. Gooderham distributed draft copies of the Investment Committee section of the 10/31/08 combined Board and Investment Committee meeting minutes.

Mr. Reese moved, Mr. Phippen seconded, and the Committee unanimously approved a motion to enter Executive Session at 8:50 a.m. to consider sensitive commercial information, proprietary business information, trade secrets and confidential financial information.

The Committee returned to public session at 1:10 p.m. by unanimous vote, on the motion of Ms. Stratton, seconded by Mr. Reese.

On the motion of Ms. King, seconded by Mr. Reese, the Committee unanimously voted to recommend to the full Board liquidation of the Mellon Capital Management Global Tactical Asset Allocation (GTAA) account and authorize the Investment Committee to implement new index funds or futures replication of index funds as replacement vehicles for the GTAA strategy in a mix which provides a Total Fund risk index of no more than 53 after taking into account the allocations noted below.

On the motion of Ms. Stratton, seconded by Mr. Reese, the Committee unanimously voted to recommend to the full Board commitment of up to \$100 million to a high yield fixed income account to be managed by Oaktree Capital Management and up to \$100 million to a high income convertible account also to be managed by Oaktree Capital Management. The recommended source of funds for both new accounts is the Northern Trust Government STIF cash account.

On the motion of Ms. King, seconded by Mr. Phippen, the Committee unanimously voted to recommend to the full Board commitment of up to \$100 million to a bank loan account subject to selection of an appropriate manager by the Investment Committee. The recommend source of funds for the account is the Northern Trust Government STIF cash account.

On the motion of Ms. Stratton, seconded by Mr. Stalnecker, the Committee unanimously voted to recommend commitment of up to \$20 million to the Accel Growth Fund, L.P., subject to counsel's review of the documents.

Ms. Collins reported on a request by Allegis Capital for approval of an extension to the final closing date for the Media Technology Ventures III Pledge Fund. On the motion of Ms. Stratton, seconded by Mr. Stalnecker, the Committee unanimously voted to approve the extension.

There being no further business to come before the Committee, the meeting was, on the motion of Ms. Stratton, seconded by Mr. Reese and unanimously approved, adjourned at 1:20 p.m.

Respectfully submitted,

/S/Robert D. Gooderham

Robert D. Gooderham
Executive Secretary

/S/Jan M. King
Jan M. King, Chairperson