

STATE OF DELAWARE

INVESTMENT COMMITTEE MEETING MINUTES

April 18, 2006

The Investment Committee met at Walker's Mill at 8:30 a.m. on April 18, 2006. Present were Committee members Jan M. King, Chair, A. Dale Stratton, Philip S. Reese, Elva Ferrari, Clark Phippen and Mark Stalnecker. Also present were Theodore H. Ashford, Robert D. Gooderham, David C. Craik, Garry A. Musto and Linda M. Drew. Marsha Kramarck participated via teleconference call.

Minutes of the January 17, 2006 and January 31, 2006 meetings were approved as presented.

The Committee then turned to a review of the reports of each manager's proxy voting record, confirming that managers are voting proxies pursuant to their guidelines. The Committee concluded that all managers are voting proxies in a timely fashion, and after consideration of alternatives, determined to continue the present practice of having managers implement the Board's present policy of voting in the best interests of the Fund.

Ms. Stratton moved, Mr. Phippen seconded, and the Committee unanimously approved a motion to enter Executive Session at 9:25 a.m. for consideration of personnel matters, trade secrets and confidential financial information.

The Committee returned to public session at 11:55 p.m. by unanimous vote, on the motion of Ms. Stratton, seconded by Mr. Phippen.

Mr. Ashford reviewed requests from two partnerships for approval of amendments to their Limited Partnership Agreements. Carlyle IV has requested approval of an amendment to clarify that infrastructure opportunities can appropriately be allocated to a separate Carlyle fund. One Liberty IV has requested approval of an amendment to permit the amount of money the fund can raise be increased by an additional \$2 million. The Committee, under its authority to execute documents relating to partnerships over which it exercises authority, on the motion of Ms. Stratton, seconded by Mr. Reese and unanimously approved, voted to approve both amendments.

On the motion of Ms. Stratton, seconded by Mr. Reese and unanimously approved, the Committee voted to recommend to the full Board approval of \$50 million in a Farm Team program with authority vested with the Investment Committee for decisions to hire, increase or reduce assets, and terminate managers in the program.

The Committee reviewed the re-drafted Investment Policy with changes suggested by the Committee and Ms. Kramarck. On the motion of Ms. Stratton, seconded by Mr. Stalneckner and unanimously approved, the Committee voted to recommend approval by the Board of the Investment Policy as amended.

Mr. Gooderham distributed a table illustrating Ashford Consulting's recommendation in response to the Pension Office's request for cash to meet operational needs. On the motion of Ms. Stratton, seconded by Ms. Ferrari and unanimously approved, the Committee voted to recommend to the Board liquidation of \$20 million each from the accounts managed by OFI Institutional (small cap), Frolely Revy (domestic convertibles) and T. Rowe Price (natural resources).

There being no further business to come before the Committee, the meeting was, on the motion of Ms. Stratton, seconded by Ms. Ferrari and unanimously approved, adjourned at 12:20 p.m.

Respectfully submitted,

/S/Theodore H. Ashford

Theodore H. Ashford

/S/Jan M. King

Jan M. King, Chairperson