

STATE OF DELAWARE

INVESTMENT COMMITTEE MEETING MINUTES

June 27, 2006

The Investment Committee met at Walker' s Mill at 8:35 a.m. on June 27, 2006. Present were Committee members Jan M. King, Chair, A. Dale Stratton, Philip S. Reese, Clark Phippen, Elva Ferrari and Mark Stalnecker. Also present were Theodore H. Ashford, Robert D. Gooderham, David C. Craik, Alice L. Simon, Garry A. Musto and Linda M. Drew. Present for portions of the meeting was Marsha Kramarck

Minutes of the March 15, 2006 meeting were approved with corrections.

Ms. King announced that Ms. Kramarck is retiring effective July 31, 2006 and will work to transition her replacement until her departure.

Ms. Stratton moved, Mr. Phippen seconded, and the Committee unanimously approved a motion to enter Executive Session at 9:00 a.m. for consideration of personnel matters, trade secrets and confidential financial information.

The Committee returned to public session at 12:05 p.m. by unanimous vote, on the motion of Ms. Stratton, seconded by Mr. Reese.

Mr. Ashford reported that following review of securities held in manager accounts, Northern Trust has recommended exclusion from securities lending of the Pecks and T. Rowe Price Venture Distribution accounts. Ms. Stratton moved, Mr. Reese seconded, and the Committee unanimously approved a motion to exclude the Pecks and T. Rowe Price Venture Distribution accounts from those available for securities lending following the Fund' s transfer of assets to Northern Trust.

Ms. Stratton moved, Mr. Reese seconded, and the Committee unanimously approved a motion to recommend to the full Board commitment of up to \$100 million to a small cap equity account to be managed by Rutabaga Capital Management with initial funding of \$25 million to come from the OFI Institutional small cap account by mid-July.

Mr. Ashford reported that following review of documentation covering potential purchase of Raymedica Preferred Units by the Committee Chair, including discussions with Cherry Tree Ventures, manager of the Raymedica holding, he has recommended and the Committee Chair has indicated interest in subscribing for Delaware' s pro-rata share which is approximately \$21,000. The Committee ratified this indication.

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 12:30 p.m.

Respectfully submitted,

/S/Theodore H. Ashford

Theodore H. Ashford

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