

STATE OF DELAWARE

INVESTMENT COMMITTEE MEETING MINUTES

April 17, 2007

The Investment Committee met at Walker's Mill at 8:30 a.m. on April 17, 2007. Present were Committee members Jan M. King, Chair, A. Dale Stratton, Philip S. Reese and Elva B. Ferrari. Also present were Robert D. Gooderham, Kathy Kunkle, Cynthia Collins, Garry A. Musto, Jeffrey Hoover and Linda M. Drew.

Minutes of the March 27, 2007 meeting were approved as presented. Minutes of the March 13, 2007 meeting were approved with corrections.

Mr. Gooderham reviewed preliminary fiscal and calendar year performance through 3/31/07 for individual managers and the total fund, stating that the Fund outperformed its benchmark for the month and quarter. International managers experienced strong relative returns for the quarter.

Ms. Stratton moved, Mr. Reese seconded, and the Committee unanimously approved a motion to enter Executive Session at 8:50 a.m. for consideration of the qualifications of INTECH including personnel matters, trade secrets and confidential financial information.

The Committee returned to public session at 11:35 a.m. by unanimous vote, on the motion of Ms. Stratton, seconded by Mr. Reese.

Ms. Ferrari moved, Ms. Stratton seconded, and the Committee unanimously approved a motion to recommend to the full Board withdrawal of \$50 million each from the Oaktree International Convertible portfolio and the Mellon Capital TAA account with proceeds to be transferred to the cash account at Northern Trust to meet Pension Office operating expense needs.

Ms. Ferrari moved, Mr. Reese seconded, and the Committee unanimously approved a reduction in the fee schedule for the Mellon Capital Currency Opportunity Fund.

Mr. Gooderham reported that Lehman Brothers Asset Management has requested approval of Schedule A changes to their Cash Return, Asset Options and Expected Volatility objectives. Ms. Ferrari moved, Ms. Stratton seconded, and the Committee unanimously approved the Lehman Brothers Asset Management Schedule A changes.

Mr. Gooderham reported that that the Pension Office has requested a security previously held in the Loomis Sayles account be deemed worthless. Under the approved procedure for worthless securities, the Committee voted to approve transfer of the security

to the T. Rowe Price Venture Distribution account for appropriate action following verification of its status.

Mr. Reese moved, Ms. Stratton seconded, and the Committee unanimously approved a motion to enter Executive Session at 11:50 a.m. for consideration of personnel matters, trade secrets and confidential financial information.

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

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 noon.

Respectfully submitted,

/S/Robert D. Gooderham

Robert D. Gooderham
Acting Secretary

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