

STATE OF DELAWARE

INVESTMENT COMMITTEE MEETING MINUTES

June 26, 2007

The Investment Committee met at Walker's Mill at 8:35 a.m. on June 26, 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, David C. Craik, Kathy Kunkle, Jeffrey Hoover, Garry A. Musto and Linda M. Drew.

Minutes of the May 15, 2007 meeting were approved as presented. Minutes of the June 12, 2007 meeting were approved with corrections.

Ms. Ferrari moved, Ms. King seconded, and the Committee unanimously approved a motion to enter Executive Session at 9:00 a.m. for consideration of the qualifications of the Mellon Capital Management Currency Opportunity Fund including personnel matters, trade secrets and confidential financial information.

The Committee returned to public session at 11:15 a.m. by unanimous vote, on the motion of Mr. Reese, seconded by Ms. Stratton.

Ms. King moved, Ms. Stratton seconded, and the Committee unanimously approved a motion to recommend to the full Board termination of the Mellon Capital Currency Opportunity Fund account, allocating the proceeds to the cash account.

Ms. King moved, Ms. Stratton seconded, and the Committee unanimously approved, under its authority delegated by the Board to make index fund manager selection and allocation decisions relating to management of the assets of the new OPEB Trust, to hire Mellon Capital Management as the single provider of all index funds for the OPEB Trust based on simplicity, workability and cost. In addition, the Committee unanimously approved selection of the Northern Trust Government Select fund as the Money Market vehicle for OPEB. The Committee also determined an initial benchmark for OPEB, recognizing that this separate benchmark for OPEB will vary somewhat from DPERS' DelBench due to slightly different components.

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 11:40 a.m.

Respectfully submitted,

/S/Robert D. Gooderham
Robert D. Gooderham

/S/Jan M. King

Jan M. King, Chairperson