

STATE OF DELAWARE

INVESTMENT COMMITTEE MEETING MINUTES

September 11, 2007

The Investment Committee met at Walker's Mill at 8:30 a.m. on September 11, 2007. Present were Committee members Jan M. King, Chair, A. Dale Stratton, Philip S. Reese, Elva B. Ferrari, Clark Phippen and Mark Stalnecker. Also present were Robert D. Gooderham, David C. Craik, Kathy Kunkle, Cynthia Collins, Garry A. Musto, Seth J. Yablonovitz and Linda M. Drew.

Minutes of the August 21, 2007 Investment Committee and OPEB meetings were approved with corrections.

Meeting dates for calendar 2008 were reviewed and approved.

Mr. Reese moved, Mr. Phippen seconded, and the Committee unanimously approved a motion to enter Executive Session at 8:50 a.m. for consideration of the qualifications of the Northern Trust Company and the Oaktree Capital Management Emerging Markets Fund including personnel matters, trade secrets and confidential financial information.

The Committee returned to public session at 12:30 p.m. by unanimous vote, on the motion of Mr. Reese, seconded by Mr. Phippen.

Mr. Stalnecker moved, Ms. Stratton seconded, and the Committee, with Mr. Phippen opposed, approved a motion to recommend to the full Board withdrawal of \$50 million from the Oaktree Emerging Markets Fund at its 12/31/07 opening.

Mr. Gooderham reported that Larry Keele, manager of the Oaktree Capital Domestic Convertible account has requested a Schedule A change in its cash return objective. Ms. Ferrari moved, Ms. Stratton seconded, and the Committee unanimously approved the Oaktree Capital Domestic Convertible Schedule A change.

Mr. Gooderham reported that Delaware has been notified of an opportunity for secondary investments in venture capital partnerships. Due to unattractive pricing, ACG recommends passing on these opportunities.

Mr. Reese moved, Mr. Phippen seconded, and the Committee unanimously approved a motion to enter Executive Session at 12:35 p.m. for consideration of personnel matters, trade secrets and confidential financial information.

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 12:40 p.m.

Respectfully submitted,

/S/Robert D. Gooderham

Robert D. Gooderham

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