

STATE OF DELAWARE

INVESTMENT COMMITTEE MEETING MINUTES

November 13, 2007

The Investment Committee met at Walker's Mill at 8:30 a.m. on November 13, 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 Theodore H. Ashford, Robert D. Gooderham, David C. Craik, Kathy Kunkle, Jeffrey Hoover, Cynthia L. Collins, Garry A. Musto and Linda M. Drew.

Minutes of the October 30, 2007 meeting were approved with corrections.

Mr. Gooderham reviewed preliminary fiscal and calendar year performance through 10/31/07 for individual managers and the total fund, noting that October was generally a positive month for markets. International markets were strong, largely due to U.S. dollar weakness though two of the Fund's international equity managers lagged their benchmarks due to their value bias.

Ms. Stratton moved, Mr. Phippen seconded, and the Committee unanimously approved a motion to enter Executive Session at 8:40 a.m. to consider sensitive commercial information, proprietary business information, trade secrets and confidential financial information.

The Committee returned to public session at 10:20 a.m. by unanimous vote, on the motion of Mr. Reese, seconded by Mr. Phippen.

Mr. Gooderham then distributed a hand-out and turned to a review of 130/30 strategies.

Following the presentation, there ensued a lengthy discussion of alternative asset investment opportunities.

Mr. Reese moved, Mr. Phippen seconded, and the Committee unanimously approved a motion to enter Executive Session at 10:50 a.m. to consider sensitive commercial information, proprietary business information, trade secrets and confidential financial information.

The Committee returned to public session at 12:45 p.m. by unanimous vote, on the motion of Mr. Reese, seconded by Ms. Stratton.

On the motion of Ms. King, seconded by Ms. Stratton, the Committee unanimously voted to approve the following actions regarding the Pecks account:

1. Transfer two securities to the T. Rowe Price Distribution Service for evaluation and liquidation.
2. Review whether accounting rules and/or Northern Trust would allow the Fund to write-down the carrying value of two securities which do not have readily ascertainable market values or if the Fund must continue to carry the securities at stated value until they are liquidated.
3. Request Mr. Ashford to investigate the potential price of one security for potential sale and liquidation.

Mr. Gooderham reviewed correspondence from Liquid Realty Partners (“LRP”) requesting that a choice be made as to whether the Fund’s investment in LRP would be made in a vehicle which would avoid Unrelated Business Taxable Income (“UBTI”). Following discussion the Committee voted, on the motion of Ms. Stratton, seconded by Mr. Stalnecker, to elect the investment vehicle which would minimize UBTI.

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 1:00 p.m.

Respectfully submitted,

/S/Robert D. Gooderham

Robert D. Gooderham

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