

STATE OF DELAWARE

INVESTMENT COMMITTEE MEETING MINUTES

February 12, 2008

The Investment Committee met at Walker's Mill at 8:30 a.m. on February 12, 2008. 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, Cynthia Collins, David C. Craik, Jeffrey Hoover, Garry A. Musto, Seth J. Yablonovitz and Linda M. Drew.

Minutes of the January 29, 2008 Investment Committee meeting were approved with corrections.

Mr. Gooderham reviewed preliminary fiscal and calendar year performance through 1/31/08 for individual managers and the total fund, noting that although January was a very volatile period with equity markets experiencing losses, the Total Fund slightly outperformed its benchmark for the month.

Mr. Reese 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 1:00 p.m. by unanimous vote, on the motion of Mr. Reese, seconded by Mr. Phippen.

On the motion of Ms. Stratton, seconded by Mr. Stalnecker, the Committee unanimously voted to recommend to the full Board commitment of \$50 million to the Oaktree Opportunities Fund VIIb.

On the motion of Ms. Stratton, seconded by Mr. Reese, the Committee unanimously voted to recommend to the full Board a change in the Investment Policy Asset Allocation range of Illiquid Investments from a range of 0%-15% to a range of 0%-30%.

Mr. Reese moved, Mr. Phippen seconded, and the Committee unanimously approved a motion to enter Executive Session at 1:05 p.m. to consider sensitive commercial information, proprietary business information, trade secrets and confidential financial information.

The Committee returned to public session at 1:15 p.m. by unanimous vote, on the motion of Mr. Phippen, seconded by Mr. Reese.

Mr. Phippen moved, Mr. Reese seconded, and the Committee unanimously approved a motion to commit \$50 million to the Carlyle Riverstone Renewable and Alternative Energy Fund II.

Mr. Reese moved, Mr. Phippen seconded, and the Committee unanimously approved a motion to enter Executive Session at 1:18 p.m. to consider sensitive commercial information, proprietary business information, trade secrets and confidential financial information.

The Committee returned to public session at 1:30 p.m. by unanimous vote, on the motion of Ms. Stratton, seconded by Mr. Reese.

Mr. Gooderham reviewed TUCS comparative performance data for the period ended 12/31/07 noting that Delaware was above median in a universe of other public funds for the one, three and five year periods.

Mr. Gooderham distributed copies of the Derivatives Report for the period ended 12/31/07 and reviewed the amount and types of derivatives held by those managers whose Schedule A's permit the use of derivatives for specific purposes.

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 1:40 p.m.

Respectfully submitted,

/S/Robert D. Gooderham

Robert D. Gooderham  
Executive Secretary

/S/Jan M. King

Jan M. King, Chairperson