

STATE OF DELAWARE

INVESTMENT COMMITTEE MEETING MINUTES

July 14, 2009

The Investment Committee met at Walker's Mill at 8:30 a.m. on July 14, 2009. Present were Committee members, George Saxon, Chair, A. Dale Stratton, Jan M. King, Clark Phippen, Philip S. Reese, and Mark Stalnecker. Also present were Robert D. Gooderham, Garry A. Musto, David Craik, Cynthia L. Collins, Wade Sallings, Jeffrey Hoover, Seth J. Yablonovitz, Stephanie Scola and Julia Delack.

Minutes of the June 23, 2009 Investment Committee meeting were approved with corrections.

Mr. Reese moved, Mr. Stalnecker seconded, and the Committee unanimously approved a motion to enter Executive Session at 8:35 a.m. to consider sensitive commercial information, proprietary business information, trade secrets and confidential financial information.

The Committee returned to public session at 12:00 p.m. by unanimous vote, on the motion of Ms. King, seconded by Mr. Stalnecker.

On motion of Ms. King, seconded by Mr. Phippen, the Committee voted to recommend the following actions to the full Board:

1. Terminate large cap growth manager INTECH (approximately \$120 million) for performance reasons and liquidate the account using Northern Trust's transition management services as needed.
2. Commit up to \$250 million to a new T. Rowe Price Global Large Cap equity account from the liquidation of INTECH, funded by withdrawals from the Mellon Global Equitized Collateral account and Mercator, with any cash needed to maintain market exposure during the transition to be made up from the Fund's short term cash account.
3. Withdraw \$50 million from the Mellon Global Equitized Collateral Fund
4. Withdraw \$80 million from the Mercator international equity account

There being no future business to come before the Committee, the meeting was, on the motion of Ms. King, seconded by Mr. Phippen and unanimously approved, adjourned at 12:05 p.m.

Respectfully submitted,

/S/Robert D. Gooderham  
Robert G. Gooderham  
Executive Secretary

/S/George Saxon  
George Saxon, Chairperson