

STATE OF DELAWARE

INVESTMENT COMMITTEE MEETING MINUTES

January 12, 2010

The Investment Committee met at Walker's Mill at 8:30 a.m. on January 12, 2010. Present were Committee members George Saxon, Chair, A. Dale Stratton, Clark Phippen, Jan M. King, Nancy Shevock, Philip S. Reese and Mark Stalnecker. Also present were Robert D. Gooderham, Garry A. Musto, David C. Craik, Wade Sallings, Jeffrey Hoover, Cynthia L. Collins, Seth J. Yablonovitz and Linda M. Drew.

Minutes of the December 15, 2009 Investment Committee meeting were approved with corrections.

Mr. Gooderham reviewed preliminary fiscal and calendar year performance through 12/31/09 for individual managers and the total fund, noting that December was a poor month for high credit quality bonds, while equity markets continued to move higher.

Mr. Reese moved, Ms. King 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 11:50 a.m. by unanimous vote, on the motion of Mr. Phippen, seconded by Mr. Reese.

Mr. Gooderham distributed copies of the Derivatives Report for the period ended 9/30/2009 and reviewed the amount and types of derivatives held by those managers whose Schedule A's permit use of derivatives for specific purposes. Mr. Gooderham noted that the use of derivative exposure by the Fund is substantially lower than the level of three years earlier.

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 11:55 a.m.

Respectfully submitted,

/S/Robert D. Gooderham

Robert D. Gooderham
Executive Secretary

/S/George J. Saxon _____
George J. Saxon, Chairperson