

STATE OF DELAWARE

INVESTMENT COMMITTEE MEETING MINUTES

November 15, 2011

The Investment Committee met at Walker's Mill at 8:30 a.m. on November 15, 2011. Present were Committee members A. Dale Stratton, Chair, Jan M. King, Philip S. Reese, Nancy Shevock, Clark Phippen, Suzanne Grant and Mark Stalnecker. Also present were Robert D. Gooderham, Garry A. Musto, David C. Craik, Jeffrey Hoover, Seth J. Yablonovitz and Linda M. Drew.

Minutes of the October 15, 2011 Investment Committee meeting were approved with corrections.

Mr. Stalnecker moved, Mr. Reese 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 11:55 a.m. by unanimous vote, on the motion of Mr. Reese, seconded by Mr. Phippen.

On the motion of Ms. King, seconded by Mr. Stalnecker, the Committee unanimously voted to recommend by poll to the Board the following actions to lower risk:

- liquidate \$50 million from the Daruma small cap equity account
- liquidate \$50 million from the T. Rowe Price Natural Resources account
- liquidate \$50 million from the Oaktree international convertible account
- liquidate \$25 million from the Dodge & Cox international equity account
- liquidate \$25 million from the Rutabaga small cap equity account
- liquidate 25% of the Oaktree Emerging Markets Absolute Return Fund
- allocate \$100 million of the proceeds to the Wellington equity account
- allocate \$50 million of the proceeds to the Mellon S&P MLP index fund account
- allocate \$50 million of the proceeds to the Mellon Aggregate Bond index fund account

There being no further business to come before the Committee, the meeting was, on the motion of Ms. King, seconded by Mr. Reese and unanimously approved, adjourned at 12:00 noon.

Respectfully submitted,

/S/Robert D. Gooderham

Robert D. Gooderham  
Executive Secretary

/S/A. Dale Stratton  
A. Dale Stratton, Chairperson