



GOVERNMENT OF GUAM
RETIREMENT FUND
STABILITY · SECURITY · REWARDS

Felix P. Camacho
Governor

Michael W. Cruz, M.D.
Lieutenant Governor

Paula M. Blas
Director

Trustees:

Joe T. San Agustin
Chairman

Wilfred P. Leon Guerrero, Ed.D.
Vice-Chairman
Investment Committee, Chairman

James J. Taylor, Ph.D.
Secretary
Investment Committee, Vice-Chairman

Gerard A. Cruz
Treasurer
Audit & Operations Committee,
Chairman

George A. Santos
Members' & Benefits Committee,
Chairman

Katherine T.E. Taitano
Trustee

Antolina S. Leon Guerrero
Trustee

September 26, 2008

To: Joe T. San Agustin, Board Chairman
From: Wilfred Leon Guerrero, Investment Committee Chairman
Subject: Investment Committee - Regular Meeting – September 12, 2008
- Special Meeting – September 19, 2008

Defined Benefit Plan

On September 12, 2008, the Fund held its regular Investment Committee meeting. In attendance was Trustee Gerard Cruz, James Taylor and I. Other Attendees were Paula Blas, Diana Bernardo and Rosalia Bordallo.

On September 19, 2008, the Investment Committee held a Special Meeting to discuss Income Research Management's 9/17/Letter. In attendance was Trustee Gerard Cruz, James Taylor and I. Other Attendees were Paula Blas, Diana Bernardo and Rosalia Bordallo.

The following was discussed and approved by the Committee for Board action.

September 12, 2008 Meeting

Informational Items:

1. Contracts

The Committee discussed the status of the contracts for the following:

1. Custodial Bank Services
2. Security Capital - Real Estate Investment Trusts (REITs)
3. Winslow Capital - U.S. Domestic Large Cap Growth Equity
4. INTECH - U.S. Domestic Large Cap Growth Equity

2. Proxy Voting

The Committee That Dr. James Taylor will review the Proxy Voting Policy provided by Glass Lewis and Company and provide his recommendation to the Committee at the next meeting.

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3. Milliman's Engagement Letter for an Asset Liability Study

The Committee discussed the engagement letter provided by Milliman and instructed Management to provide Milliman with a copy of the Securities Concentration Report.

4. Information Items

The Committee reviewed the informational items provided and requested that Management provide a summary of investment manager portfolio transactions for discussion during today's Board Meeting.

5. Minutes

The Committee reviewed and approved the Investment Committee Minutes August 8, 2008.

September 19, 2008 Meeting

Informational Items:

1. Income Research Management – 9/17/08 Letter

The Committee reviewed the Letter from IRM and directed Management to obtain the following for review and further discussion during today's Board Meeting:

- Mercer Investment Consulting Inc.'s opinion on the issues addressed,
- An independent review of the Market Values of the Assets by Northern Trust, and
- Schedules listing the Corporate and Securitized (Mortgage) Holdings discussed on page 2 of IRM's letter.