

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

Antolina S. Leon Guerrero
 Secretary

Gerard A. Cruz
 Treasurer
 Audit & Operations Committee,
 Chairman

George A. Santos
 Members' & Benefits Committee,
 Chairman

Katherine T.E. Taitano
 Trustee

Wilfred G. Aflague
 Trustee

**INVESTMENT COMMITTEE MEETING
 DEFINED BENEFIT PLAN**

Friday, September 10, 2010, 12:00pm
 Retirement Fund Conference Room

MINUTES

I. CALL TO ORDER

The Retirement Fund Investment Committee meeting was called to order at 12:30pm on Friday, September 10, 2010, in the Retirement Fund Conference Room. Investment Committee Acting Chairman Cruz officiated.

Board of Trustees Present:

Gerard A. Cruz, Acting Chairman
 Wilfred Aflague, Member

Staff Present:

Paula Blas, Director
 Diana Bernardo, Controller
 Rosie Bordallo, General Accounting Supervisor
 Stephanie Herrera, Recording Secretary

II. ACTION ITEMS

1. Approval of Minutes:

- a. August 13, 2010 – Investment Committee Meeting
- b. May 27, 2010– Due Diligence Meeting (Qtr Ended 3/31/10)

A motion was made by Committee Member Aflague, seconded by Acting Committee Chairman Cruz to approve the minutes of August 13, 2010 and May 27, 2010, subject to correction. Without objection, the motion was passed.

III. OPEN ITEMS

1. Request for Proposal – International Large Cap Equity Manager

The RFP for International Large Cap Equity has been concluded and closed.

2. Investment Committee 5 Year Plan

Item was tabled until the next Investment Committee Meeting.

3. Securities Lending

Controller Bernardo indicated that Committee Chairman Leon Guerrero had asked for Northern Trust to provide information on securities lending and Schedule A, which shows what their fee will be if the Fund does not go into securities lending. The fee currently is \$50,000 and if the Fund does not go into securities lending, the fee will be \$200,000. Controller Bernardo relayed that Committee Chairman Leon Guerrero would like for Acting Committee Chairman Cruz and Committee Member Aflague to review the documents provided and to have a discussion with him via conference call on Friday, September 17, 2010. That meeting was scheduled for September 17, 2010 at 11:30am.

IV. NEW BUSINESS

None.

V. INFORMATIONAL ITEMS

1. Pensions & Investments Article “Public Plans Cutting Money Management Fees”

Article was provided by the Board Chairman San Agustin for informational purposes.

2. Asset Allocation Summaries

Asset allocation summary statements were provided to the Committee for review and informational purposes.

3. Income Summary

An income summary report was provided to the Committee for review and informational purposes.

VI. OPEN DISCUSSION

None.

VII. CORRESPONDENCE

None.

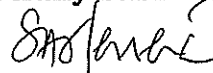
VIII. ANNOUNCEMENTS

None.

IX. ADJOURNMENT

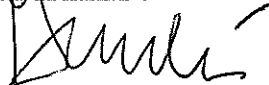
There being no further business before the Investment Committee, Committee Acting Chairman Cruz, moved to adjourn the meeting at 12:40pm.

Respectfully submitted,



**STEPHANIE A. HERRERA
Recording Secretary**

AFFIRMED:



Gerard A. Cruz, Acting Chairman