



GOVERNMENT OF GUAM
RETIREMENT FUND
STABILITY · SECURITY · REWARDS

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Felix P. Camacho
Governor

Kaleo S. Moylan
Lieutenant Governor

Wilfred G. Aflague
Director

INVESTMENT COMMITTEE REPORT

Friday, October 1, 2004, 12:00 P.M.

DEFINED BENEFIT PLAN & DEFINED CONTRIBUTION PLAN

I. ACTION ITEMS

- a. **Adoption of Investment Committee Policies and Procedures**
Motion - The Investment Committee would like to motion the Board of Trustees to adopt the attached committee "Policies and Procedures".
- b. **Adoption of Revised Investment Policy Statement**
Motion - The Investment Committee would like to motion the Board of Trustees to adopt the attached "Investment Policy Statement".
- c. **Appointment of Trustee Gerry Cruz to represent the Board of Trustees as a member of the Asia Pacific Association for Fiduciary Studies.**
Motion - The Investment Committee would like to motion the Board of Trustees to Appoint Trustee Gerry Cruz to represent the Board of Trustees as a member of the Asia Pacific Association for Fiduciary Studies.
- d. **Authorization for the Director to sign power of attorney to take advantage of Japanese ADR foreign tax exemption (See attached).**
Motion - The Investment Committee would like to motion the Board of Trustees to affirm the Committee's action in its authorization to Director
- e. **Requested BOT resolution pertaining to the review and update of the investment guidelines of 4 GCA § 8142 through 8159.**
Motion - The Investment Committee would like to motion the Board of Trustees to accept and approve the passage of the proposed resolution relating to the review and update of the investment guidelines of 4 GCA § 8142 through 8159.

II. INFORMATIONAL ITEMS

- a. The Investment Committee has reviewed the draft audit report noting that that internal control report findings 2002-5, 2002-9, and 2002-10 relate directly to investment activities. Staff has reported that legislation is required to address these findings.
- b. Invitation received for the Mercer Global Investment Forum dated December 9, 2004 in Tokyo, Japan. Topic "Best Practices in Pension Investment Management.
- c. Status of Custodial Bank Request for Proposal – Proposed Mercer fee for assistance is \$35,000.00

- d. Investment Committee has reviewed the draft audit report impacting the Investment and will make its recommendations on proposed legislation to address certain findings within the report Committee noted that that internal control report findings 2002-5, 2002-9, and 2002-10 relate to directly to investment activities). Staff has reported that legislation is required to address these findings.**
- e. The Investment Committee meeting minutes for September 3, 2004 is submitted for informational purposes.**