

**MINUTES FROM MEETING OF CASH MANAGEMENT POLICY BOARD
BUENA VISTA CONFERENCE CENTER
JULY 31, 2012**

A meeting of the Cash Management Policy Board (the “Board”) was held on Tuesday, July 31, 2012 at 9:00am in the Buck Library of the Buena Vista Conference Center, 661 South DuPont Highway, New Castle, DE 19720.

Board Members in Attendance: Honorable Chip Flowers, State Treasurer
Honorable Tom Cook, Secretary of Finance
Honorable Jeff Bullock, Secretary of State
Controller General Michael Morton
Mr. Mike Karia
Mr. David Marvin
Mr. Warren Engle
Ms. Margaret Iorii

Others in Attendance: Deputy Treasurer Erika Benner
Deputy Attorney General Elio Batista
Deputy Attorney General Peter Jamison
Mr. Steve McVay, Investment Manager
Ms. Kelly Callahan, Special Assistant to the State Treasurer
Mr. Bill Lloyd, Credit Suisse Securities (USA) LLC
Mr. Bill Lane, Credit Suisse Securities (USA) LLC
Mr. Chip Kurtzman, Credit Suisse Securities (USA) LLC
Mr. Alex Kaye, Credit Suisse Securities (USA) LLC
Mr. Nicolo Foscari, Credit Suisse Securities (USA) LLC
Mr. Yogi Thambiah, Credit Suisse Securities (USA) LLC
Mr. Jonathan Starkey, Member of the Press

Mr. John Flynn, Chair of the Board (the “Chair”), called the meeting to order at approximately 9:07am. Mr. Flynn introduced Controller General Michael Morton, the newest member of the Cash Management Policy Board. Mr. Morton briefly addressed the Board. Mr. Flynn then addressed the minutes of the June 13, 2011 meeting. Comments were made on the minutes. A motion was made to approve the minutes of the June 2011 meeting. The motion was seconded and without objection, the minutes were approved. Mr. Flynn then reviewed the minutes of the August 2, 2011 meeting. Comments were made on the minutes. There was discussion about an RFP for an intermediate manager. A motion was made to approve the minutes of the August 2011 meeting. The motion was seconded and without objection, the minutes were approved.

Mr. Flynn asked Mr. Morton to review the epilogue language entered into the FY 2013 budget bill with reference to the Board.

Mr. Engle, Banking Subcommittee Chairperson, gave the Banking Subcommittee report. There was a recommendation to approve M&T Bank's request for release from collateralization. A motion was made and seconded to approve the request. The motion carried without objection. There was also a recommendation to approve the contract extension with Citizens Bank for one year for over-the-counter deposits. A motion was made to approve the one-year extension. The motion was seconded and carried without objection.

Credit Suisse Securities (USA) LLC ("Credit Suisse") made a presentation to the Board regarding the Independent Report on the Portfolio of the State of Delaware (the "Report"). Copies of the Report and presentation are available. Members were allowed the opportunity to ask questions and seek clarification from Credit Suisse and the members of the firm present. Discussion was had on the various portions of the Report including benchmarks and duration of investments.

Treasurer Flowers clarified the role of Credit Suisse as Investment Consultant. The firm will coordinate the reports from the Portfolio's investment managers.

Treasurer Flowers also gave a report on the Delaware Government Investment Pool (DelGIP). The number of participants in the program has significantly decreased. The Treasury would like to re-launch the program once the new guidelines for the Portfolio are established. Mr. Batista mentioned that a possible approach for DelGIP might be to create a Delaware Business Trust. The Board will explore this option.

There was a motion to adjourn at approximately 11:03 am and with no objection, the meeting concluded.