

**EMPLOYEES' RETIREMENT SYSTEM OF THE CITY OF MILWAUKEE
ANNUITY AND PENSION BOARD**

Minutes of the Investment Committee Meeting
held January 30, 2008

The meeting was called to order at 10:08 a.m.

Committee Members Present: John Barmore
 Larry Holland
 W. Martin Morics
 Michael J. Murphy, Chair

Committee Members Not Present: William C. Carey
 Thomas Fischer (excused)
 Sebastian Raclaw
 Ron Walter

Retirement Staff Present: Martin Matson, Acting Director
 Tom Rick, Chief Investment Officer
 Bruce Thomas, Pension Investment Analyst
 Suzanne Fortier, Board Stenographer

Others Present: Dan Fuss, Loomis Sayles & Company; Doug Kryscio, Mercer Investment Consulting; and Beth Cleary and Rudy Konrad, City Attorney's Office.

Due to the lack of a quorum, the meeting convened as a sub-committee.

Loomis Sayles Presentation. As a matter of information, Committee members received a presentation booklet, dated January 30, 2008. Mr. Fuss talked about the financial market stating that most, but not quite all the bad news is out or hinted at in terms of the unwind of the growth and leverage that occurred in the supplementary banking system around the world. He told a story about the Hasenpfeffer family run bank in Germany and CLOs. Mr. Fuss also talked about the sub prime mortgage issues, interest rates, currency, and the global economy. Lengthy discussion ensued.

There being no further business, Mr. Murphy adjourned the meeting at 11:32 a.m.

Martin Matson
Acting Secretary and Executive Director

(NOTE: All proceedings of the Annuity and Pension Board Meetings and related Committee Meetings are recorded. All recordings and material mentioned herein are on file in the office of the Employees' Retirement System, 789 N. Water Street, Suite 300.)