

AXA uses a quantitative approach to implement bottom up fundamental stock analysis. They create portfolios that have similar characteristics to the benchmark and aim to outperform using stock selection. Because portfolios hold a significant portion of their respective benchmark names, AXA portfolios are well diversified and individual stocks are easily substitutable. Their model removes the human element to eliminate biases and cover more stocks in a much shorter time. Traditional portfolio managers and research analysts are replaced by portfolio engineers who monitor implementation and risk while research analysts verify and adjust input data.

Trustees inquired of the 781 stocks in the AXA portfolio and confirmed that in-kind securities are acceptable. Mr. Myers confirmed that the decision making process is primarily mathematical. Mr. Smith said the firm is very committed to its strategy.

VIII. Boston Trust – Presentation and Discussion

- IX. Ken Scott reviewed the background of Boston Trust, citing that it is a firm owned 100% by its employees with a total staff of 51. Boston Trust & Investment Management Company is a Massachusetts chartered Bank and Trust Company established in 1898. The firm has been managed by the same management team since 1980.

It manages \$4 billion in various domestic equity, fixed income and balanced strategies for a variety of clients.

Mr. Scott explained that company statistics are used in lieu of site visits, and meetings with managers are conducted by phone. Twenty companies are owned on average with 85 holdings. The company is focused on transition, with no expectation of attrition for the next five years.

X. **Mr. Vry moved to hire Atlanta Capital.**

Supported by Mr. Senna.

Motion carried unanimously.

Mr. Senna moved to notify Panagora that it is being terminated.

Supported by Ms. Harrington.

Motion carried.

Ms. Wisniewski moved to reallocate portfolio to approved allocations, excluding cash received for benefit distributions.

Supported by Ms. Harrington.

Motion carried.

Mr. Senna moved to transition from the existing portfolio to cash, with the transition managed through an agent under the recommendation of Asset Consulting.

Supported by Ms. Harrington.

Motion carried.

Next Meeting: August 20, 2008, 1:00 p.m., KDL Service Center

Mr. Senna moved for adjournment at 3:20 p.m.

Supported by Ms. Wisniewski.

Motion carried.