

June 20, 2008

The Honorable Elaine L. Chao
Chair, PBGC Board of Directors
U.S. Department of Labor
Room S2521
200 Constitution Ave., NW
Washington, DC 20210

The Honorable Carlos Gutierrez
Member, PBGC Board of Directors
U.S. Department of Commerce
1401 Constitution Ave, NW
Room 5858
Washington, DC 20230

The Honorable Henry M. Paulson, Jr.
Member, PBGC Board of Directors
U.S. Department of the Treasury
1500 Pennsylvania Avenue, NW
Room 3330
Washington, D.C. 20220

The Honorable Charles E.F. Millard
Director, PBGC
Pension Benefit Guaranty Corporation
1200 K St, NW
12th Fl.
Washington, DC 20005

Dear Madam Chair, Members of the PBGC Board, and Director Millard:

The Committee on Investment of Employee Benefit Assets (CIEBA) applauds you for adopting a long-term diversified investment policy for PBGC assets. CIEBA is the voice of the Association for Financial Professionals on employee benefit plan asset management and investment issues. CIEBA represents more than 115 of the country's largest pension funds. As such, CIEBA member companies represent the largest premium payers to the PBGC. CIEBA members, the chief investment officers of these plans, manage almost \$1 trillion in defined benefit plan assets on behalf of 11.5 million participants and beneficiaries.

As plan fiduciaries and investment professionals, CIEBA members believe that portfolio diversification has a number of positive attributes for long-term investors. Asset diversification mitigates risk, while producing higher returns.

As sponsors of large defined benefit plans, CIEBA members have a strong commitment to the long-term health and viability of the PBGC. This diversified investment policy will significantly improve the ability of the Corporation to fulfill its obligations to the retirees who depend on the PBGC for their retirement benefits. Further, it will help PBGC carry out its statutory mandate to maintain premiums at the lowest level consistent with meeting its commitments.

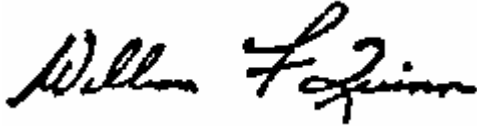


CIEBA is a Special Committee of the Association for Financial Professionals*

June 20, 2008
CIEBA Comments on LDI
Page 2 of 2

If you have any questions about this letter, please contact Judy Schub, CIEBA Managing Director at jschub@afponline.org or (301) 961-8682.

Sincerely,

A handwritten signature in black ink that reads "William F. Quinn". The signature is written in a cursive style with a large, prominent "W" and "F".

William F. Quinn
Chairman, CIEBA

cc:

Senator Edward M. Kennedy
Chairman, Committee on Health, Education, Labor and Pensions

Senator Michael B. Enzi
Ranking Member, Committee on Health Education, Labor and Pensions

Senator Max Baucus
Chairman, Committee on Finance

Senator Charles E. Grassley
Ranking Member, Committee on Finance

Representative George Miller
Chairman, Committee on Education and Labor

Representative Howard P. McKeon
Ranking Member, Committee on Education and Labor

Representative Charles B. Rangel
Chairman, Committee on Ways and Means

Representative Jim McCrery
Ranking Member, Committee on Ways and Means