

**IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
ANNUAL REPORT
ON CHINA INVESTMENT RESTRICTIONS
For the Fiscal Year Ended June 30, 2026**

The General Assembly passed SF418, which places restrictions on investments in companies that are owned or controlled by Chinese military or government services and have been designated by the United States government as a company that citizens of the United States are restricted or prohibited from entering transactions with, as specified in Iowa Code chapter 12K.

Chapter 12K applies to IPERS in the following ways:

- IPERS must identify and make available to the public an annual updated list of prohibited companies in China. IPERS utilizes the research services of ISS-ESG to assist in developing the list of prohibited companies to comply with this requirement.
- IPERS' investment managers are prohibited from directly investing in Chinese prohibited companies listed on the most current annual list. The System was required to divest from any prohibited company held as of January 1, 2024. A public fund shall sell, redeem, divest or withdraw all direct holdings in prohibited companies no later than 180 days following the date the company is included is included on the prohibited companies list.

Fiscal Year 2026 Engagement Activity

IPERS updates and publishes its prohibited companies list on an annual basis. During fiscal year 2026, seven companies were added to the prohibited companies list, and six companies were removed. The companies were removed because ISS-ESG no longer considered them to be a "prohibited" company. IPERS' prohibited companies list as of June 30, 2026, follows this report.

Indirect Holdings

Chapter 12K makes a distinction between direct and indirect holdings. For fiscal year 2026, IPERS had indirect holdings valued at \$1,749,761, which was approximately 0.003% of the total IPERS Fund value.

Fiscal year 2026 Divestment Activity

NAURA Technology Group Co., Ltd. was added to the prohibited companies list on June 30, 2025. One of IPERS' international managers held \$2,469,067 in NAURA Technology Group Co., Ltd. which was divested to comply with Chapter 12K.

For More Information

To see the lists of prohibited companies, visit the website at <https://ipers.org/about/investments/restrictions>. IPERS' staff can be reached by email at investments@ipers.org or by telephone at 515-281-0030.

Prohibited Companies List of Companies Owned or Controlled by the Chinese Military or Government

June 30, 2026

Company	
» AECC Aero Science & Technology Co., Ltd.	» China Int'l Marine Containers (Group) Co., Ltd.
» AECC Aviation Power Co., Ltd.	» China Mobile Ltd.
» Aerospace CH UAV Co., Ltd.	» China Spacesat Co., Ltd.
» Aerosun Corp.	» China State Construction Engineering Corp. Ltd.
» Aisino Corp.	» China Telecom Corp. Ltd.
» Avic Aviation High-Technology Co., Ltd.	» China Unicom (Hong Kong) Limited
» Avic Chengdu Aircraft Co., Ltd	» CNOOC Ltd.
» Avic Heavy Machinery Co., Ltd.	» CRRC Corp. Ltd.
» AVIC Shenyang Aircraft Co., Ltd.	» CSSC Offshore & Marine Engineering (Group) Co., Ltd.
» AVIC Xi'an Aircraft Industry Group Co., Ltd.	» Fiberhome Telecommunication Technologies Co., Ltd.
» Avicopter Plc	» Frontier Services Group Limited
» Baimtec Material Co., Ltd.	» Guangzhou Haige Communications Group Inc. Co.
» Baoding Tianwei Baobian Electric Co., Ltd.	» Hangzhou Hikvision Digital Technology Co., Ltd.
» Beijing UniStrong Science & Technology Co., Ltd.	» Inner Mongolia First Machinery Group Co., Ltd.
» Cambricon Technologies Corp. Ltd.	» Jonhon Optron Technology Co., Ltd.
» CETC Chips Technology, Inc.	» Nanjing LES Information Technology Co., Ltd.
» CETC Cyberspace Security Technology Co., Ltd.	» NAURA Technology Group Co., Ltd.
» CETC Digital Technology Co., Ltd.	» SDIC Intelligence Xiamen Information Co., Ltd
» Chengdu Spaceon Electronics Co., Ltd.	» Tianma Microelectronics Co., Ltd
» China BlueChemical Ltd.	» Wuhan Raycus Fiber Laser Technologies Co., Ltd
» China Communications Construction Company Ltd	
» Denotes companies with active business operations. There are no companies with inactive business operations. Note: not all these companies are held by IPERS.	

Companies Added to <u>Prohibited Companies List</u>	Companies Removed from <u>Prohibited Companies List</u>
» Baoding Tianwei Baobian Electric Co., Ltd.	» Glarun Technology Co., Ltd.
» CETC Cyberspace Security Technology Co., Ltd.	» China Marine Information Electronics Co., Ltd.
» CETC Digital Technology Co., Ltd.	» China Railway Construction Corporation Limited
» China BlueChemical Ltd.	» Costar Group Co., Ltd.
» China Int'l Marine Containers (Group) Co., Ltd	» Taiji Computer Corp. Ltd.
» Guangzhou Haige Communications Group Inc. Co.	» China National Chemical Engineering Co., Ltd.
» Tianma Microelectronics Co., Ltd	