

MUNICIPAL FIRE & POLICE RETIREMENT SYSTEM OF IOWA

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October 1, 2017

Iowa General Assembly
State Capitol
Des Moines, IA 50309

Re: Sudan Divestment (Iowa Code Chapter 12F)

Dear Iowa General Assembly:

The referenced statute was enacted in 2007 pertaining to the investment of public fund assets in companies doing business in or with the Country of Sudan. Specifically, the statutory section provides that the retirement system actively engage with and ultimately may be required to divest its positions from companies which may be complicit in aiding and abetting the ongoing genocide in Sudan.

The System is hereby complying with the requirements of the statute, 12F.5:

- 2. Annual Report. On October 1, 2008, and each October 1 thereafter, each public fund shall make available to the public, and file with the general assembly, an annual report covering the prior fiscal year that includes the following:*
- a. The scrutinized companies list as of the end of the fiscal year.*
 - b. A summary of all written notices sent as required by section 12A.3 during the fiscal year.*
 - c. All investments sold, redeemed, divested, or withdrawn as provided with section 12A.4 during the fiscal year.*

The Board of Trustees respectfully submits the attached annual report.

Sincerely,



Terry Slattery
Executive Director

RECEIVED

SEP 19 2017

HOUSE FINANCE

Attachment – October 1, 2017 Report

MFPRSI

Sudan Divestment Report

A. Total Universe of Companies Per Sudan Divestment Task Force

B. Summary of all written notices sent

C. Total Positions Divested

As of: June 30, 2017

A. Total Universe of Companies Per Sudan Divestment Task Force

	COMPANY	Highest Offenders/ Ongoing Engagement
1	ANDRITZ AG	Highest Offender
2	ATLAS COPCO AB	Highest Offender
3	BHARAT ELECTRONICS LIMITED	Highest Offender
4	BHARAT HEAVY ELECTRICALS	Highest Offender
5	CHENNAI PETROLEUM CORPORATION LIMITED	Highest Offender
6	CHINA GEZHOUBA GROUP COMPANY LTD	Highest Offender
7	CHINA NATIONAL PETROLEUM CORP	Highest Offender
8	CHINA NORTH INDUSTRIES GROUP CORP (CNGC/NORINCO)	Highest Offender
9	CHINA PETROCHEMICAL CORP	Highest Offender
10	CHINA PETROLEUM & CHEMICAL CORP aka SINOPEC CORP	Highest Offender
11	CHINA POLY GROUP CORPORATION	Highest Offender
12	CHINA THREE GORGES CORP	Highest Offender
13	CHINA THREE GORGES NEW ENERGY CORP	Highest Offender
14	CNPC GENERAL CAPITAL LTD	Highest Offender
15	CNPC HK OVERSEAS CAPITAL LTD	Highest Offender
16	DAQING HUAKE GROUP CO LTD	Highest Offender
17	DIANJIAN HAIXING LTD	Highest Offender
18	DONGFENG MOTOR GROUP COMPANY LIMITED	Highest Offender
19	EGYPT KUWAIT HOLDING CO	Highest Offender
20	ENERGY HOUSE HOLDING CO KSCC/THE	Highest Offender
21	ENGEN BOTSWANA LTD	Highest Offender
22	ENGIE	Highest Offender
23	ENGIE ROMANIA SA	Highest Offender
24	GAS DISTRICT COOLING PUTRAJAYA SDN BHD	Highest Offender
25	GAZ PJSC	Highest Offender
26	GLENCORE AUSTRALIA HOLDINGS PTY LTD	Highest Offender
27	GLENCORE CANADA CORP	Highest Offender
28	GLENCORE CANADA FINANCIAL CORP	Highest Offender
29	GLENCORE FINANCE CANADA LTD	Highest Offender
30	GLENCORE FINANCE DUBAI LTD	Highest Offender
31	GLENCORE FINANCE EUROPE SA	Highest Offender
32	GLENCORE FUNDING LLC	Highest Offender
33	GLENCORE PLC	Highest Offender
34	HARBIN ELECTRIC CO LTD	Highest Offender
35	HUBEI ENERGY GROUP CO LTD	Highest Offender
36	HUBEI QINGJIANG HYDROPOWER DEVELOPMENT CO LTD	Highest Offender
37	HYDROCHINA CORP	Highest Offender
38	INDIAN OIL CORP LTD	Highest Offender
39	JIANGXI HONGDU AVIATION INDUSTRY CO LTD	Highest Offender
40	KAMAZ PJSC	Highest Offender
41	KLCCP STAPLED GROUP	Highest Offender
42	KUNLUN ENERGY CO LTD	Highest Offender
43	KUWAIT FINANCE HOUSE	Highest Offender
44	LANKA IOC PLC	Highest Offender
45	LS INDUSTRIAL SYSTEMS CO. LTD	Highest Offender
46	MALAYSIA INTERNATIONAL SHIPPING COMPANY aka MISC BHD	Highest Offender
47	MALAYSIA MARINE AND HEAVY ENGINEERING HOLDINGS BHD	Highest Offender
48	MAN SE	Highest Offender
49	MANAGEM	Highest Offender
50	MANGALORE REFINERY & PETROCHEMICALS LIMITED	Highest Offender
51	NEFTEKAMSKY AVTOZAVOD aka NEFAZ	Highest Offender
52	NORINCO INTERNATIONAL COOPERATION LTD.	Highest Offender
53	NORTH HUAJIN CHEMICAL INDUSTRIES CO LTD	Highest Offender

A. Total Universe of Companies Per Sudan Divestment Task Force

	COMPANY	Highest Offenders/ Ongoing Engagement
54	NORTH LINGYUN INDUSTRIAL GROUP CO LTD	Highest Offender
55	NORTH NAVIGATION CONTROL TECHNOLOGY CO. LTD.	Highest Offender
56	OIL & NATURAL GAS CORP LTD	Highest Offender
57	OIL INDIA LTD	Highest Offender
58	ONGC VIDESH LIMITED A.K.A. OVL	Highest Offender
59	ONGC VIDESH VANKORNEFT	Highest Offender
60	OPK OBORONPROM OAO/RUSSIAN HELICOPTERS JSC	Highest Offender
61	OPK OBORONPROM OAO/UNITED ENGINE CORP JSC	Highest Offender
62	ORCA GOLD INC	Highest Offender
63	PARISIENNE CHAUFFAGE URBAIN	Highest Offender
64	PAVLOVO BUS PJSC	Highest Offender
65	PETAMINA PERSERO PT	Highest Offender
66	PETROCHINA CO LTD	Highest Offender
67	PETROLIAM NASIONAL BHD aka PETRONAS	Highest Offender
68	PETRONAS CAPITAL LTD	Highest Offender
69	PETRONAS CHEMICALS GROUP BHD	Highest Offender
70	PETRONAS DAGANGAN BHD	Highest Offender
71	PETRONAS GAS BHD	Highest Offender
72	PETRONAS GLOBAL SUKUK LTD	Highest Offender
73	POLY ENERGIES HOLDING CO LTD	Highest Offender
74	POLY PERMANENT UNION HOLDING GROUP LTD	Highest Offender
75	POLY PROPERTY GROUP CO LTD	Highest Offender
76	POWER CONSTRUCTION CORP OF CHINA	Highest Offender
77	POWER CONSTRUCTION CORPORATION OF CHINA LTD	Highest Offender
78	POWERCHINA HYDROPOWER DEVELOPMENT GROUP CO LTD	Highest Offender
79	POWERCHINA REAL ESTATE	Highest Offender
80	PUTRAJAYA HOLDINGS SDN BHD	Highest Offender
81	RENK AG	Highest Offender
82	SEPCOIII ELEC PWR CONSTR	Highest Offender
83	SHANGHAI ELC GRP GLB INV	Highest Offender
84	SHANGHAI ELECTRIC GROUP CO LTD	Highest Offender
85	SHANGHAI ELECTRIC GROUP CORP	Highest Offender
86	SHANGHAI ELECTRIC NEWAGE	Highest Offender
87	SHANGHAI MECHANICAL AND ELECTRICAL INDUSTRY CO LTD	Highest Offender
88	SIEMENS AG	Highest Offender
89	SIEMENS FINANCIERINGSMAATSCHAPPIJ NV	Highest Offender
90	SIEMENS LTD	Highest Offender
91	SIEMENS PAKISTAN ENGINEERING CO LTD	Highest Offender
92	SINOHYDRO 11 BURE CO	Highest Offender
93	SINOHYDRO 8 BUREAU CO	Highest Offender
94	SINOHYDRO BUREAU 14	Highest Offender
95	SINOHYDRO BUREAU 4	Highest Offender
96	SINOHYDRO BUREAU 7	Highest Offender
97	SINOHYDRO TIANJIN	Highest Offender
98	SINOPEC CAPITAL 2013 LTD	Highest Offender
99	SINOPEC ENGINEERING GROUP CO LTD	Highest Offender
100	SINOPEC GROUP OVERSEAS DEVELOPMENT 2012 LTD	Highest Offender
101	SINOPEC GROUP OVERSEAS DEVELOPMENT 2013 LTD	Highest Offender
102	SINOPEC GROUP OVERSEAS DEVELOPMENT 2014 LTD	Highest Offender
103	SINOPEC GROUP OVERSEAS DEVELOPMENT 2015 LTD	Highest Offender
104	SINOPEC GROUP OVERSEAS DEVELOPMENT 2016 LTD	Highest Offender
105	SINOPEC GROUP OVERSEAS DEVELOPMENT 2017 LTD	Highest Offender
106	SINOPEC KANTON HOLDINGS LTD	Highest Offender
107	SINOPEC OILFIELD EQUIPMENT	Highest Offender

A. Total Universe of Companies Per Sudan Divestment Task Force

	COMPANY	Highest Offenders/ Ongoing Engagement
108	SINOPEC OILFIELD SERVICE CORP	Highest Offender
109	SINOPEC SHANGHAI PETROCHEMICALS LTD	Highest Offender
110	SOCIETE METALLURGIQUE D'IMITER	Highest Offender
111	SOCIETE NATIONALE D'INVESTISSEMENT	Highest Offender
112	THREE GORGES FINANCE I CAYMAN ISLANDS LTD	Highest Offender
113	THREE GORGES FINANCE II CAYMAN ISLANDS LTD	Highest Offender
114	TRAFIGURA BEHEER BV	Highest Offender
115	TRAFIGURA FUNDING SA	Highest Offender
116	TRAFIGURA GROUP PTE LTD	Highest Offender
117	VITERRA INC	Highest Offender
118	VOLKSWAGEN AG	Highest Offender

B. Summary of all written notices

B. Summary of all written notices

August 31st, 2016

MFPRSI mailed out letters to following firms who hold Indirect securities informing them to consider divestment from the companies held.

Firms:
JP Morgan
SSgA

August 31st, 2016

MFPRSI mailed letters to the following companies that were either held directly or indirectly in the portfolio informing them of possible divestment from the company and to respond within 90 days of the date of letter with any other information they were able to provide.

Following up annually with companies that remain on the list

Companies:
ENGIE

September 23rd, 2016

MFPRSI mailed letters to the following companies that were held indirectly in the portfolio informing them of possible divestment from the company and to respond within 90 days of the date of letter with any other information they were able to provide.

Following up annually with companies that remain on the list

Companies:

- Andritz AG - Indirectly held
- Bharat Heavy Electricals - Indirectly held
- Caterpillar Inc. - Indirectly held
- Dongfeng Motor Corporation - Indirectly held
- Glencore International AG - Indirectly held
- Harbin Power Equipment - Indirectly held
- JX Holdings Inc. - Indirectly held
- Kunlun Energy Co LTD - Indirectly held
- LS Industrial Systems Co., LTD - Indirectly held
- MAN SE - Indirectly held
- Malaysia International Shipping Company aka MISC BHD (Malaysia)Petroleum Nasional Berhad aka Petronas - Indirectly held
- Nippo Corp - Indirectly held
- Oil and Natural Gas Company Limited - Indirectly held
- Pertamina - Indirectly held
- PetroChina Company Limited - Indirectly held
- Petronal Dagangan - Indirectly held
- Petronal Gas - Indirectly held
- Poly Property Group Co Ltd - Indirectly held
- Shanghai Electric Group Co. Ltd.- Indirectly held
- SINOPEC - Indirectly held
- Toho Titanium Co. - Indirectly held
- Volkswagen AG - indirectly held

B. Summary of all written notices

September 20th, 2016

MFPRSI mailed out letters to the following firms with the quarterly "scrutinized companies" list from the SDTF with response date of September 30, 2016.

Firms:

State Street

DFA

Baillie Gifford

Mondrian

Aberdeen

JP Morgan

GMO

Intech

Schroders

Dodge & Cox

October 24th, 2016

All firms responded to letter with any holdings of securities on "scrutinized companies" list.

December 12th, 2016

MFPRSI mailed out letters to the following firms with the quarterly "scrutinized companies" list from the SDTF with response date of December 31, 2016.

Firms:

State Street

DFA

Baillie Gifford

Mondrian

Aberdeen

JP Morgan

GMO

Intech

Dodge & Cox

Schroders

January 3rd, 2017

All firms responded to letter with any holdings of securities on "scrutinized companies" list.

January 13th, 2017

MFPRSI mailed out letters to following firms who hold indirect securities informing them to consider divestment from the companies held.

Firms:

State Street

B. Summary of all written notices

March 14th, 2017

MFPRSI mailed out letters to all firms above with the quarterly "scrutinized companies" list from the SDTF with response date of March 31, 2017.

Firms:

State Street

DFA

Baillie Gifford

Mondrian

Aberdeen

JP Morgan

GMO

Intech

Dodge and Cox

Schroders

April 13th, 2017

All firms responded to letter with any holdings of securities on "scrutinized companies" list.

April 14th, 2017

MFPRSI mailed out letters to following firms who hold Indirect securities informing them to consider divestment from the companies held.

Firms:

GMO

June 7th, 2017

MFPRSI mailed out letters to all firms above with the quarterly "scrutinized companies" list from the SDTF with response date of June 30, 2017.

Firms:

State Street

DFA

Baillie Gifford

Mondrian

Aberdeen

JP Morgan

GMO

Intech

Dodge & Cox

Schroders

C. Total Positions Divested

FY 2017

Company	Security	Manager	Category	Active/Inactive	Shares	Prior Qtr Value	Sales Proceeds	Gain/Loss
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No positions were divested in FY 2017