



Telephone: (515) 281-5368  
Fax: (515) 281-7562

Michael L. Fitzgerald  
Treasurer of State  
Capitol Building  
Des Moines, Iowa 50319-0005

E-Mail: [treasurer@iowa.gov](mailto:treasurer@iowa.gov)  
Web: [IowaTreasurer.gov](http://IowaTreasurer.gov)

September 25, 2018

Honorable W. Charles Smithson,  
Secretary of the Senate  
Honorable Carmine Boal,  
Chief Clerk of the House  
General Assembly of the State of Iowa  
State Capitol Building  
Des Moines, IA 50319

Dear Mr. Smithson and Ms. Boal:

I respectfully submit to you the annual reports from the Treasurer of State regarding fiscal year 2018 investment activity related to Iowa Code 12F – Restrictions on Sudan-Related Investments. Attached are reports for the State Operating Fund, the Iowa Judicial Retirement System, and the Iowa Peace Officers' Retirement, Accident and Disability System.

Respectfully Yours,

A handwritten signature in cursive script that reads "Michael L. Fitzgerald".

Michael L. Fitzgerald  
Treasurer of State

Enclosures

**Iowa State Operating Fund  
Annual Report  
On Sudan Divestment  
For The Fiscal Year Ended June 30, 2018**

**Purpose**

This is the eleventh annual report required by Iowa Code Chapter 12F regarding restrictions on Sudan-related investments by the Iowa State Operating Fund (SOF). In response to the ongoing human rights situation in the Darfur region of the country of Sudan, the General Assembly passed SF361, which places restrictions on investments in certain companies that have active business operations there. Effective beginning July 1, 2007, this law intends for state funds not to be invested in companies that provide power production-related services, mineral extraction activities, oil-related activities, or military equipment to the government of Sudan.

Chapter 12F applies to SOF in the following ways:

The system must identify and make available to the public a quarterly updated list of scrutinized companies, which have active or inactive business operations in Sudan. SOF uses the research services of IW Financial, Inc. to assist in developing the list of scrutinized companies to comply with this requirement.

SOF is prohibited from directly investing in scrutinized companies with active business operations listed on the most current quarterly list. The fund was required to divest from any company with active business operations that were directly held by the fund as of July 1, 2007, after sending written notification to the company.

Any company owned indirectly through a fund is not subject to divestment, but still requires that SOF send written notification. Further, SOF is required to send written correspondence to the investment managers of funds with scrutinized company holdings urging the managers to divest of the scrutinized companies or start a separate fund free of Sudan-related holdings.

**Scrutinized Companies List**

SOF's final FY 2018 quarterly scrutinized company list is attached. As of June 30, 2018, SOF does not hold, either directly or indirectly, any companies on the list of scrutinized companies.

**Written Notices**

During the fiscal year, no companies on the scrutinized company list were held either directly or indirectly by SOF.

**Divestment**

As SOF did not have any direct or indirect holdings of scrutinized companies, no divestment was required.

**Report Availability**

This report, along with any other quarterly scrutinized company list can be obtained by contacting the Treasurer's office at 515-281-8478 or [jina.bresson@tos.iowa.gov](mailto:jina.bresson@tos.iowa.gov).

**Iowa Judicial Retirement System  
Annual Report  
On Sudan Divestment  
For The Fiscal Year Ended June 30, 2018**

**Purpose**

This is the eleventh annual report required by Iowa Code Chapter 12F regarding restrictions on Sudan-related investments by the Iowa Judicial Retirement System (JRS). In response to the ongoing human rights situation in the Darfur region of the country of Sudan, the General Assembly passed SF361, which places restrictions on investments in certain companies that have active business operations there. Effective beginning July 1, 2007, this law intends for state funds not to be invested in companies that provide power production-related services, mineral extraction activities, oil-related activities, or military equipment to the government of Sudan.

Chapter 12F applies to JRS in the following ways:

The system must identify and make available to the public a quarterly updated list of scrutinized companies, which have active or inactive business operations in Sudan. JRS uses the research services of IW Financial, Inc. to assist in developing the list of scrutinized companies to comply with this requirement.

JRS is prohibited from directly investing in scrutinized companies with active business operations listed on the most current quarterly list. The fund was required to divest from any company with active business operations that were directly held by the fund as of July 1, 2007, after sending written notification to the company.

Any company owned indirectly through a fund is not subject to divestment, but still requires that JRS send written notification. Further, JRS is required to send written correspondence to the investment managers of funds with scrutinized company holdings urging the managers to divest of the scrutinized companies or start a separate fund free of Sudan-related holdings.

**Scrutinized Companies List**

JRS' FY 2018 quarterly scrutinized company list is attached. As of June 30, 2018, JRS does not hold, either directly or indirectly, any companies on the list of scrutinized companies.

**Written Notices**

During the fiscal year, no companies on the scrutinized company list were held either directly or indirectly by JRS.

**Divestment**

As JRS did not have any direct holdings of scrutinized companies, no divestment was required.

**Report Availability**

This report, along with any other quarterly scrutinized company list can be obtained by contacting the Treasurer's office at 515-281-8478 or [jina.bresson@tos.iowa.gov](mailto:jina.bresson@tos.iowa.gov).

**Iowa Peace Officers' Retirement, Accident and Disability System  
Annual Report  
On Sudan Divestment  
For The Fiscal Year Ended June 30, 2018**

**Purpose**

This is the eleventh annual report required by Iowa Code Chapter 12F regarding restrictions on Sudan-related investments by the Iowa Peace Officers' Retirement, Accident and Disability System (PORS). In response to the ongoing human rights situation in the Darfur region of the country of Sudan, the General Assembly passed SF361, which places restrictions on investments in certain companies that have active business operations there. Effective beginning July 1, 2007, this law intends for state funds not to be invested in companies that provide power production-related services, mineral extraction activities, oil-related activities, or military equipment to the government of Sudan.

Chapter 12F applies to PORS in the following ways:

The system must identify and make available to the public a quarterly updated list of scrutinized companies, which have active or inactive business operations in Sudan. PORS uses the research services of IW Financial, Inc. to assist in developing the list of scrutinized companies to comply with this requirement.

PORS is prohibited from directly investing in scrutinized companies with active business operations listed on the most current quarterly list. The fund was required to divest from any company with active business operations that were directly held by the fund as of July 1, 2007, after sending written notification to the company.

Any company owned indirectly through a fund is not subject to divestment, but still requires that PORS send written notification. Further, PORS is required to send written correspondence to the investment managers of funds with scrutinized company holdings urging the managers to divest of the scrutinized companies or start a separate fund free of Sudan-related holdings.

**Scrutinized Companies List**

PORS' final FY 2018 quarterly scrutinized company list is attached. As of June 30, 2018, PORS does not hold, either directly or indirectly, any companies on the list of scrutinized companies.

**Written Notices**

During the fiscal year, no companies on the scrutinized company list were held either directly or indirectly by PORS.

**Divestment**

As PORS did not have any direct holdings of scrutinized companies, no divestment was required.

**Report Availability**

This report, along with any other quarterly scrutinized company list can be obtained by contacting the Treasurer's office at 515-281-8478 or [jina.bresson@tos.iowa.gov](mailto:jina.bresson@tos.iowa.gov).

## Sudan Company List

Arabian Pipes Co  
Asec Company for Mining  
Bharat Heavy Electricals Ltd.  
China Petroleum & Chemical Corp  
Dongfeng Motor Group Co  
Dubai Investments  
El Sewedy Electric Company  
Energy House Holding Company K.S.C.C.  
Gtl Otkrytoe Aktsionernoe Obshchest  
Harbin Electric Company Limited  
Indian Oil Corporation Ltd.  
Kuwait Finance House  
Managem  
Muhibbah Engineering (Malaysia) Bhd  
Oil & Natural Gas Corporation Ltd.  
Oil India Ltd  
Orca Gold Inc  
PetroChina Co. Ltd.  
Qalaa Holdings  
Regency Mines  
Siemens AG  
Stamper Oil & Gas Corp