JUL 12 2018

SOUTH DAKOTA INVESTMENT COUNCIL

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July 10, 2018

Executive Board
c/o Jason Hancock, Director
Legislative Research Council
500 E. Capitol Ave.
Pierre, SD 57501

SDCL 3-12-117 requires the Investment Council to report semi-annually the actions related to the shareholder activism policy adopted per Legislature resolution. The law states that, "The report shall include an analysis of the success of the policy in accomplishing the goal of promoting compliance with the federal enactments and its impact on all sales of affected companies." The attached policy was adopted by the Council on April 10, 2010 and was reviewed at the January 29, 2018 meeting.

The Investment Council had utilized a list of Sudan scrutinized companies developed by the State of Colorado with supplementary reference to a list developed by the State of Florida. Colorado's Sudan legislation was sunset in October of 2017 and no longer provides a list of companies with respect to Sudan. The Investment Council undertook a comparative analysis of other state's Sudan lists. It was determined that utilizing the Florida list, with the addition of the scrutinized companies' subsidiaries, would be the primary source for the South Dakota Sudan scrutinized companies list. Florida provided a new list dated 6/13/18.

The current South Dakota Sudan scrutinized companies list compared to direct investments held by the South Dakota Retirement System is enclosed. There are no holdings of companies that appear on the list therefore no engagement actions were undertaken. The Council will continue to monitor Federal government changes regarding Sudan.

Sincerely,

Matthew L. Clark
State Investment Officer

MLC/tvo

Enclosures
Cc: South Dakota Investment Council

Compliance with 2010 Legislative Session SB 134 - Sudan Divestiture
(List of Companies from Florida Report dated 06/13/2018)

Holdings Date: 06/30/2018

Company	Date Added to SDIC List		SDIC Holdings Fund	Portfolio	Ticker Sedol	Type	Shares	Comments
Scrutinized Companies with Activities in Sudan								
China National Petroleum Corp (CNPC)	07/01/2010			No holdings				
Bank of Kunlun Co (sub of CNPC)	06/25/2018			No holdings				
China Natural Gas Corp Ltd (sub of CNPC)	12/31/2016			No holdings				
China Petroleum Engineering Corp (sub of CNPC)	06/25/2018			No holdings				
CNPC Capital Co Ltd (sub of CNPC)	06/25/2018			No holdings				
CNPC General Capital Ltd (sub of CNPC)	09/21/2012			No holdings				
CNPC HK Overseas Capital Ltd (sub of CNPC)	12/31/2011			No holdings				
Daqing Huake Group Co Ltd (sub of CNPC)	07/01/2010			No holdings				
Kunlun Financial Leasing Co Ltd (sub of CNPC)	07/01/2010			No holdings				
PetroChina Co Ltd (sub of CNPC)	07/01/2010			No holdings				
China Petroleum & Chemical Corp (CPCC Sinopec)	07/01/2010			No holdings				
China Petrochemical Corp (sub of CPCC Sinopec)	07/01/2010	*	SDRS	DFA (Indirect)	6206084		184,980	
Sinopec Capital 2013 Ltd (sub of CPCC Sinopec)	09/20/2013			No holdings				
Sinopec Engineering Group Co Ltd (sub of CPCC Sinopec)	03/31/2014	*	SDRS	DFA (Indirect)	B92NYC9		65,771	
Sinopec Kantons Holdings Ltd (sub of CPCC Sinopec)	07/01/2010	*	SDRS	DFA (Indirect)	6162692		63,191	
Sinopec Oilfield Equipment (sub of CPCC Sinopec)	07/01/2010			No holdings				
Sinopec Oilfield Service Corp (sub of CPCC Sinopec)	07/01/2010			No holdings				
Sinopec Overseas Development 2012-2016 (sub of CPCC Sinopec)	09/21/2012			No holdings				
Sinopec Shanghai Petrochemical (sub of CPCC Sinopec)	07/01/2010			No holdings				
Egypt Kuwait Holding Co SAE	07/01/2010			No holdings				
Energy House Holding Co	06/25/2018			No holdings				
Harbin Electric Co Ltd	03/31/2014	*	SDRS	DFA (Indirect)	6422761		48,072	
Indian Oil Corp Ltd (IOCL)	07/01/2010			No holdings				
Chennai Petroleum Corp Ltd (sub of IOCL)	07/01/2010	*	SDRS	DFA (Indirect)	6121563		3,106	
Lanka IOC Ltd (sub of IOCL)	07/01/2010			No holdings				
Jiangxi Hongdu Aviation	07/01/2010			No holdings				
Kuwait & Gulf Link Transport Co.	06/25/2018			No holdings				
Kuwait Finance House	06/25/2018			No holdings				
Managem SA	09/30/2010			No holdings				
Societe Metallurgique D'imiter (sub of Managem SA)	09/30/2010			No holdings				
Societe Nationale d'Investissement (sub of Managem SA)	03/11/2016			No holdings				
Oil & Natural Gas Corp Ltd (ONGC)								
Hindustan Petroleum Corp Ltd (sub of ONGC)	06/25/2018			No holdings				
Mangalore Refinery & Petrochemicals (sub of ONGC)	07/01/2010	*	SDRS	DFA (Indirect)	6121530		1,566	
ONGC Mangalore Petrochemicals Ltd (sub of ONGC)	06/25/2018			No holdings				
ONGC Videsh Ltd (sub of ONGC)	07/01/2010			No holdings				
ONGC Videsh Vankorneft (sub of ONGC)	12/31/2016			No holdings				
Oil India Ltd	05/31/2011			No holdings				
Orca Gold Inc	09/20/2013			No holdings				
Petroliam Nasional Bhd (Petronas)	07/01/2010			No holdings				
Engen Botswana (sub of Petronas)	03/31/2014			No holdings				
Gas District Cooling Putrajaya Sdn Bhd (sub of Petronas)	07/01/2010			No holdings				
KLCC Property Holdings Bhd (sub of Petronas)	06/25/2018			No holdings				
KLCCP Stapled Group (sub of Petronas)	03/20/2015			No holdings				
Malaysia International Shipping Co (sub of Petronas)	03/20/2015			No holdings				
Malaysia Marine & Heavy Engineering Holdings Bhd (sub of Petronas)	03/31/2014	*	SDRS	DFA (Indirect)	B3W5NN7		14,806	
MISC Berhad (sub of Petronas)	06/25/2018			No holdings				
Petronas Capital Ltd (sub of Petronas)	07/01/2010			No holdings				
Petronas Chemicals Group Bhd (sub of Petronas)	05/31/2011			No holdings				
Petronas Dagangan Bhd (sub of Petronas)	07/01/2010			No holdings				
Petronas Gas Berhad (sub of Petronas)	07/01/2010			No holdings				
Petronas Global Sukuk (sub of Petronas)	12/31/2016			No holdings				
Putrajaya Holdings Snd Bhd (sub of Petronas)	12/31/2011			No holdings				

* **DFA Note:** Holdings are an estimate based on total fair value as of 05/31/18; we are holders of the company indirectly

None	Internal
None	Brandes
None	Sanders