

The State Teachers Retirement System of Ohio

2023 Annual Report on Iran/Sudan Divestiture

Market value of holdings with companies with restricted activities, FY 2007¹-Present (in millions):

FY 2007	FY 2023	Change in market value
\$1,617.66	\$73.40	-95.46%

Market value of holdings with companies with restricted activities, FY 2022-2023 (in millions):

FY 2022	FY 2023	Change in market value
\$129.97	\$73.40	-43.53%

Top five holdings (directly or through active funds):

Company	Market Value (in millions)	% of total scrutinized
SIEMENS AG NPV(REGD)	65.2	88.8%
CHINA PETROLEUM + CHEMICAL H COMMON STOCK CNY1.	4.7	6.4%
PETROCHINA CO HKD 0.1	2.4	3.3%
MALAYSIA INT SHIP MYR1	0.8	1.1%
PERSEUS MINING LTD NPV	0.3	0.4%

Comments on remaining top five holdings:

- STRS Ohio contacts each company on the restricted company list each year to solicit a formal explanation of the company’s operations in Iran and/or Sudan, and to encourage the company to cease these operations.
- STRS Ohio will continue to pursue divestment of restricted companies subject to the Board’s fiduciary responsibilities set forth in O.R.C. 3307.15 (A) and when a substitute investment with similar quality, return and safety can be identified.

¹ None of the retirement boards had an active Iran/Sudan divestment policy in 2007. 2007 serves as the baseline to measure changes.

Appendix

Summary of correspondences regarding restricted companies:

Year of Correspondence	% of Restricted Companies Contacted	Summary
2023	100%	Contacted 80 of 80 restricted companies; 35 responses
2022	100%	Contacted 85 of 85 restricted companies; 24 responses
2021	100%	Contacted 82 of 82 restricted companies; 41 responses
2020	100%	Contacted 84 of 84 restricted companies; 42 responses
2019	100%	Contacted 87 of 87 restricted companies; 39 responses
2018	100%	Contacted 77 of 77 restricted companies; 25 responses
2017	100%	Contacted 66 of 66 restricted companies; 16 responses
2016	100%	Contacted 65 of 65 restricted companies; 14 responses
2015	100%	Contacted 67 of 67 restricted companies; 11 responses
2014	100%	Contacted 70 of 70 restricted companies; 13 responses
2013	100%	Contacted 65 of 65 restricted companies; 16 responses
2012	100%	Contacted 66 of 66 restricted companies; 17 responses
2011	100%	Contacted 95 of 95 restricted companies; 24 responses
2010	100%	Contacted 84 of 84 restricted companies; 27 responses
2009	100%	Contacted 77 of 77 restricted companies; 26 responses
2008	100%	Contacted 93 of 93 restricted companies; 40 responses

Summary of activity with active managers with holdings in restricted companies (current reporting year):

- STRS Ohio provides a restricted company list to all portfolio managers affected by the Iran and Sudan Divestment Policy and Program on a semi-annual basis
- STRS Ohio requires each portfolio manager affected by the Iran and Sudan Divestment Policy and Program to confirm on a quarterly basis that they have reviewed the restricted company list and attempted to divest from any companies in which they believe a substitute of similar quality, return and safety was available.
- All purchases of securities in any company on the restricted company list must be pre-approved by the STRS Ohio Deputy Executive Director, Investments.

Market value of directly held public securities that are restricted companies (current reporting year):

Company (as of June 30, 2023)	Market Value (millions)
SIEMENS AG NPV(REGD)	65.2
CHINA PETROLEUM + CHEMICAL H COMMON STOCK CNY1.	4.7
PETROCHINA CO HKD 0.1	2.4
MALAYSIA INT SHIP MYR1	0.8
PERSEUS MINING LTD NPV	0.3
	73.4

**Summary of sold, redeemed, purchased, withdrawn securities of restricted companies
(previous three years):**

Summary of Activity	FY 2021		FY 2022		FY 2023	
	Company Name	Category	Company Name	Category	Company Name	Category
			BHARAT HEAVY ELECTRICALS LTD	S		
			CNOOC LTD HKD	S		
	CNPC HK OVERSEAS CAPITAL LIMITED	s				
	HINDUSTAN PETROL INR10	s				
			OIL AND NATURAL GAS CORP LTD	S		
					PERSEUS MINING LTD NPV	X
					SCHNEIDER ELECTRIC SA	W
	SIEMENS GAMESA RENEWABLE ENERGY	s	SIEMENS ENERGY AG NPV	X	SIEMENS ENERGY AG NPV	S
	SINOPEC GROUP OVERSEAS DEC 2013	s				

S - Sold

R - Redeemed

P - Purchased

W - Withdrawn

X – Previously owned security added to the restricted list in the current report period