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Date: August 3, 2018

INFORMATIONAL ONLY FOR BOARD OF DIRECTORS

TO: MEMBERS, INVESTMENT AND RISK COMMITTEE

I. AGENDA ITEM # AND TITLE:	Open Agenda Item 7ci – Bond Transactions and Compliance Report
II. NAME AND PROGRAM:	Treasury and Investments
III. ACTIVITY:	<input type="checkbox"/> Informational <input type="checkbox"/> Request for Direction <input checked="" type="checkbox"/> Action Proposed <input type="checkbox"/> Exploratory
IV. JUSTIFICATION:	<input checked="" type="checkbox"/> Standard/Required Item <input type="checkbox"/> Board Request – New Item <input type="checkbox"/> New Topic from Staff

V. EXECUTIVE SUMMARY:

In accordance with Sections 1200 and 1201 of the California Insurance Code, all investments made during April to June of 2018 (including securities purchased or sold, and investment loans) are presented to the Investment and Risk Committee for approval.

VI. ANALYSIS:

The investment transactions for the period of April 1, 2018 to June 30, 2018 are attached as Item 3b(i). In the fixed income portfolio, State Fund purchased 64 bonds totaling \$613 million and sold 6 bonds for a total of \$34 million. In the equity portfolio, \$144 million were purchased and \$94 million were sold due to rebalancing. Year-to-date through June 30, 2018, the total net gain from the entire portfolio was \$19 million. The aggregate book adjusted carrying value of all investments was approximately \$19.7 billion.

The current investments no longer in compliance with State Fund’s Investment Policy are listed in the Compliance Report, Attachment 3b(ii). There are five out-of-compliance securities. These securities complied with the Investment Policy and met certain minimum credit rating standards at the time of purchase.

We request the Investment and Risk Committee’s approval and ratification of these investment transactions. These reports are also attached as Item 7ci on the agenda of the full Board meeting.

VII. RECOMMENDATION:

We recommend that the Investment and Risk Committee approve and ratify the investment transactions from April 1, 2018 to June 30, 2018.

INVESTMENT TRANSACTIONS

599 transactions were consummated during the period from April 1st to June 30th, 2018.

BOND PURCHASES

Trade	Settle	Current Units	Description	Coupon	Maturity	Yield	Moodys	S&P	Fitch	
Financial										
SCIF-Deutsche										
04/18/18	04/23/18	15,000,000	GOLDMAN SACHS GROUP INC	4.223	05/01/29	4.224	A3	BBB+	A	
04/23/18	04/30/18	12,000,000	KEYCORP	4.100	04/30/28	4.121	Baa1	BBB+	NA	
04/24/18	04/26/18	10,525,000	SUNTRUST BANKS INC	4.000	05/01/25	4.021	Baa1	BBB+	NA	
05/03/18	05/07/18	8,000,000	GATX CORP	4.550	11/07/28	4.550	Baa2	BBB	NA	
05/14/18	05/17/18	12,000,000	BANK OF AMERICA CORP	3.499	05/17/22	3.499	A3	A-	A	
06/05/18	06/12/18	4,000,000	CITIGROUP INC	3.576	07/01/26	3.620	Baa1	NA	A	
06/20/18	06/27/18	10,000,000	CANADIAN IMPERIAL BANK OF COMMERCE	3.150	06/28/21	3.193	NA	NA	AAA	
		71,525,000								
Financial										
SCIF-NEAM										
05/14/18	05/17/18	19,000,000	BANK OF AMERICA CORP	3.499	05/17/22	3.499	A3	A-	A	
		19,000,000								
Industrial										
SCIF-Deutsche										
04/10/18	04/10/18	10,000,000	NUTRIEN LTD	3.000	04/01/25	3.945	Baa2	BBB	NA	
04/10/18	04/10/18	2,355,000	NUTRIEN LTD	4.000	12/15/26	4.100	Baa2	BBB	NA	
04/30/18	05/04/18	12,000,000	DAIMLER FINANCE NORTH AMERICA LLC	3.700	05/04/23	3.742	NA	NA	NA	
05/03/18	05/07/18	12,000,000	MONDELEZ INTERNATIONAL INC	3.625	05/07/23	3.682	Baa1	BBB	BBB	
05/08/18	05/11/18	7,499,000	GENERAL DYNAMICS CORP	3.500	05/15/25	3.700	A2	A+	A	
05/14/18	05/16/18	6,667,000	CANADIAN PACIFIC RAILWAY CO	4.000	06/01/28	4.011	Baa1	BBB+	NA	
06/05/18	06/08/18	3,661,000	UNION PACIFIC CORP	3.750	07/15/25	3.750	Baa1	A-	NA	
06/11/18	06/18/18	10,000,000	AIR LEASE CORP	3.875	07/03/23	4.056	NA	BBB	BBB	
06/18/18	06/25/18	4,030,000	BAYER US FINANCE II LLC	4.375	12/15/28	4.463	Baa1	BBB	A-	
06/18/18	06/25/18	6,355,000	BAYER US FINANCE II LLC	4.625	06/25/38	4.747	Baa1	BBB	A-	
06/18/18	06/25/18	6,140,000	BAYER US FINANCE II LLC	3.875	12/15/23	3.942	Baa1	BBB	A-	
		80,707,000								
Industrial										
SCIF-NEAM										
04/09/18	04/11/18	2,000,000	BURLINGTON NORTHERN SANTA FE LLC	3.750	04/01/24	3.269	A3	A+	NA	
04/09/18	04/11/18	11,450,000	BURLINGTON NORTHERN SANTA FE LLC	3.400	09/01/24	3.313	A3	A+	NA	
04/11/18	04/13/18	27,750,000	ROCHE HOLDINGS INC	3.350	09/30/24	3.266	Aa3	AA	NA	
06/22/18	06/26/18	2,000,000	DANAHER CORP	3.350	09/15/25	3.653	A2	A	NA	
06/26/18	06/28/18	5,750,000	VISA INC	3.150	12/14/25	3.673	A1	A+	NA	
04/06/18	04/10/18	2,000,000	COSTCO WHOLESALE CORP	2.750	05/18/24	3.207	A1	A+	A+	
04/17/18	04/17/18	2,000,000	GENERAL MILLS INC	3.700	10/17/23	3.744	Baa2	BBB	NA	
04/10/18	04/13/18	11,650,000	TOYOTA MOTOR CREDIT CORP	3.400	04/14/25	3.439	Aa3	AA-	NA	
05/03/18	05/07/18	18,250,000	MONDELEZ INTERNATIONAL INC	3.625	05/07/23	3.686	Baa1	BBB	BBB	
05/03/18	05/07/18	16,250,000	MONDELEZ INTERNATIONAL INC	3.000	05/07/20	3.080	Baa1	BBB	BBB	
05/08/18	05/11/18	14,500,000	GENERAL DYNAMICS CORP	3.000	05/11/21	3.245	A2	A+	A	
05/08/18	05/11/18	3,500,000	GENERAL DYNAMICS CORP	3.375	05/15/23	3.459	A2	A+	A	
05/09/18	05/16/18	10,250,000	CATERPILLAR FINANCIAL SERVICES CORP	2.950	05/15/20	2.960	A3	A	A	
05/09/18	05/16/18	3,250,000	CATERPILLAR FINANCIAL SERVICES CORP	3.450	05/15/23	3.465	A3	A	A	
05/10/18	05/15/18	32,750,000	GLAXOSMITHKLINE CAPITAL INC	3.375	05/15/23	3.478	A2	A+	NA	
06/04/18	06/07/18	2,250,000	JOHN DEERE CAPITAL CORP	3.450	06/07/23	3.462	A2	A	A	
06/05/18	06/08/18	7,500,000	UNION PACIFIC CORP	3.500	06/08/23	3.520	Baa1	A-	NA	
06/18/18	06/25/18	2,950,000	BAYER US FINANCE II LLC	3.500	06/25/21	3.521	Baa1	BBB	A-	
06/20/18	06/27/18	28,300,000	WALMART INC	3.400	06/26/23	3.406	Aa2	AA	AA	
06/20/18	06/27/18	2,000,000	WALMART INC	2.850	06/23/20	2.866	Aa2	AA	AA	
06/20/18	06/27/18	3,250,000	WALMART INC	3.125	06/23/21	3.127	Aa2	AA	AA	

209,600,000

Mortgage Backed

SCIF-Deutsche

05/30/18	06/13/18	23,246,593	FH G61295	3.500	09/01/47	3.495	Aaa	AA+	AAA
04/18/18	04/25/18	19,945,152	FN CA1659	4.000	05/01/48	3.583	Aaa	AA+	AAA
04/30/18	05/02/18	24,083,898	FN BD5037	4.000	02/01/47	3.581	Aaa	AA+	AAA
06/28/18	07/03/18	14,831,311	FN CA1560	4.500	04/01/48	3.570	Aaa	AA+	AAA
06/28/18	07/12/18	14,425,970	FH Q47597	4.000	04/01/47	3.591	Aaa	AA+	AAA

96,532,925

Mortgage Backed

SCIF-NEAM

05/07/18	05/14/18	19,977,561	FN CA1800	4.000	05/01/48	3.662	Aaa	AA+	AAA
06/29/18	07/19/18	40,000,000	G2 MA5264	4.000	06/20/48	3.504	Aaa	AA+	AAA

59,977,561

Municipal

SCIF-NEAM

06/06/18	06/08/18	4,500,000	OREGON SCH BRDS ASSN	5.630	06/30/24	3.541	Aa2	A+	WR
06/05/18	06/07/18	2,635,000	HOUSTON TEX UTIL SYS REV	3.828	05/15/28	3.595	Aa2	AA	AA
05/17/18	05/18/18	2,150,000	MIAMI-DADE CNTY FLA AVIATION REV	3.004	10/01/26	3.791	NA	A	A
05/09/18	05/11/18	3,900,000	ALAMEDA CNTY CALIF JT PWRS AUTH LEASE REV	3.365	06/01/25	3.505	Aa1	AA+	AA+
05/08/18	05/10/18	2,140,000	SANTA MONICA CALIF CMNTY COLLEGE DIST	3.312	08/01/26	3.441	Aa2	AA+	NA
04/18/18	05/01/18	2,200,000	UNIVERSITY TOLEDO OHIO GEN RCPTS	4.258	06/01/44	4.258	A1	A	NA
05/04/18	05/17/18	6,350,000	NEW YORK ST DORM AUTH REVS NON ST SUPPORTED DI	4.850	07/01/48	4.221	Aa2	AA-	NA
05/15/18	05/23/18	1,885,000	PRINCE GEORGES CNTY MD REV AUTH LEASE REV	3.880	05/01/29	3.880	Aa1	AA+	NA
05/15/18	05/23/18	1,955,000	PRINCE GEORGES CNTY MD REV AUTH LEASE REV	3.980	05/01/30	3.980	Aa1	AA+	NA
05/31/18	06/14/18	2,000,000	FORT COLLINS COLO ELEC UTIL ENTERPRISE REV	3.759	12/01/28	3.759	NA	AA-	AA-
06/04/18	06/21/18	2,000,000	SAN DIEGO CALIF PUB FACS FING AUTH LEASE REV	3.714	10/15/26	3.715	NA	AA-	AA-
06/08/18	06/27/18	2,050,000	NIAGARA FALLS N Y BRDG COMMN TOLL REV	4.163	10/01/33	4.163	NA	AA	NA

33,765,000

Utility

SCIF-NEAM

05/16/18	05/18/18	40,000,000	PUBLIC SERVICE ELECTRIC AND GAS CO	2.375	05/15/23	3.467	Aa3	A	A+
06/08/18	06/12/18	2,250,000	ONE GAS INC	3.610	02/01/24	3.627	A2	A	NA

42,250,000

Total Fixed Income Purchases:		
Deutsche	248,764,925	23 Items

Total Fixed Income Purchases:		
Neam	364,592,561	38 Items

Grand Total:	613,357,486	61 Items
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BOND SALES

Trade	Settle	Current Units	Description	Coupon	Maturity	Yield	Moody's	S&P	Fitch
Agency									
SCIF-Deutsche									
06/21/18	06/22/18	(5,500,000)	FEDERAL NATIONAL MORTGAGE ASSOCIATION	6.160	08/07/28	4.342	Aaa	AA+	AAA
		(5,500,000)							
Industrial									
SCIF-Deutsche									
04/10/18	04/10/18	(10,000,000)	POTASH CORPORATION OF SASKATCHEWAN INC	3.000	04/01/25	3.928	Baa2	BBB	NA
05/10/18	05/14/18	(10,000,000)	PFIZER INC	4.125	11/15/46	4.145	A1	AA	A+
04/10/18	04/10/18	(2,355,000)	POTASH CORPORATION OF SASKATCHEWAN INC	4.000	12/15/26	4.086	Baa2	BBB	NA

State Compensation Insurance Fund

Board of Directors – August 15, 2018

Open Agenda Item 7ci – Bond Transactions and Compliance Report (Investments)

		(22,355,000)							
			Municipal						
SCIF-Deutsche									
05/10/18	05/14/18	(1,000,000)	SOUTH CAROLINA ST PUB SVC AUTH REV	6.224	01/01/29	4.961	A1	A+	A+
		(1,000,000)							
			Utility						
SCIF-Deutsche									
06/21/18	06/25/18	(4,760,000)	PACIFIC GAS AND ELECTRIC CO	3.300	03/15/27	4.823	A3	BBB	A-
		(4,760,000)							

Total Fixed Income Sales:		
Deutsche	(33,615,000)	6 Items

Grand Total:	(33,615,000)	6 Items
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EQUITY PURCHASES

Trade	Settle	Principal	Description	Yield	Moody's	S&P	Fitch	
Other								
SCIF-REIT								
04/01/18	04/01/18	257,381.86	RREEF AMERICA REIT II CORP. VVV	---	N/A	N/A	N/A	
04/01/18	04/01/18	3,750,000.00	RREEF AMERICA REIT II CORP. VVV	---	N/A	N/A	N/A	
		4,007,381.86						
Advertising								
SCIF-Conning								
04/02/18	04/04/18	566,425.40	OMNICOM GROUP ORD	4.841	N/A	BBB+	NR	
04/06/18	04/10/18	565,215.29	OMNICOM GROUP ORD	4.809	N/A	BBB+	NR	
06/01/18	06/05/18	266,327.78	OMNICOM GROUP ORD	4.774	N/A	BBB+	NR	
06/01/18	06/05/18	132,315.21	OMNICOM GROUP ORD	4.774	N/A	BBB+	NR	
06/05/18	06/07/18	23,806.22	OMNICOM GROUP ORD	4.728	N/A	BBB+	NR	
		1,554,089.90						
Aerospace/Defense								
SCIF-Conning								
04/02/18	04/04/18	543,059.16	UNITED TECHNOLOGIES ORD	2.235	A3	A-	WD	
04/06/18	04/10/18	539,023.76	UNITED TECHNOLOGIES ORD	2.248	A3	A-	WD	
06/01/18	06/05/18	459,579.05	UNITED TECHNOLOGIES ORD	2.226	A3	A-	WD	
06/01/18	06/05/18	132,163.25	UNITED TECHNOLOGIES ORD	2.226	A3	A-	WD	
06/05/18	06/07/18	23,548.16	UNITED TECHNOLOGIES ORD	2.223	A3	A-	WD	
		1,697,373.38						
Aerospace/Defense								
SCIF-Wellington								
05/17/18	05/21/18	128,188.60	LOCKHEED MARTIN ORD	2.384	Baa1	BBB+	BBB+	
05/17/18	05/21/18	64,894.56	NORTHROP GRUMMAN ORD	1.263	N/A	BBB	BBB	
05/17/18	05/21/18	259,511.68	NORTHROP GRUMMAN ORD	1.263	N/A	BBB	BBB	
05/17/18	05/21/18	141,252.16	GENERAL DYNAMICS ORD	1.710	N/A	A+	WD	
05/17/18	05/21/18	322,540.48	GENERAL DYNAMICS ORD	1.710	N/A	A+	WD	
05/17/18	05/21/18	199,505.92	UNITED TECHNOLOGIES ORD	2.247	A3	A-	WD	
05/18/18	05/22/18	224,545.58	LOCKHEED MARTIN ORD	2.384	Baa1	BBB+	BBB+	
05/18/18	05/22/18	460,691.98	NORTHROP GRUMMAN ORD	1.246	N/A	BBB	BBB	
05/18/18	05/22/18	460,385.38	NORTHROP GRUMMAN ORD	1.246	N/A	BBB	BBB	
05/18/18	05/22/18	527,428.46	GENERAL DYNAMICS ORD	1.704	N/A	A+	WD	
05/18/18	05/22/18	121,657.08	GENERAL DYNAMICS ORD	1.704	N/A	A+	WD	
05/18/18	05/22/18	567,697.48	GENERAL DYNAMICS ORD	1.704	N/A	A+	WD	
05/18/18	05/22/18	100,078.72	UNITED TECHNOLOGIES ORD	2.237	A3	A-	WD	
05/21/18	05/23/18	161,837.70	LOCKHEED MARTIN ORD	2.356	Baa1	BBB+	BBB+	
05/21/18	05/23/18	32,964.32	NORTHROP GRUMMAN ORD	1.237	N/A	BBB	BBB	
05/21/18	05/23/18	331,225.30	NORTHROP GRUMMAN ORD	1.237	N/A	BBB	BBB	
05/21/18	05/23/18	61,397.67	GENERAL DYNAMICS ORD	1.677	N/A	A+	WD	
05/21/18	05/23/18	225,674.13	GENERAL DYNAMICS ORD	1.677	N/A	A+	WD	
05/21/18	05/23/18	76,681.08	UNITED TECHNOLOGIES ORD	2.187	A3	A-	WD	
05/22/18	05/24/18	159,264.75	LOCKHEED MARTIN ORD	2.409	Baa1	BBB+	BBB+	
05/22/18	05/24/18	131,021.20	NORTHROP GRUMMAN ORD	1.263	N/A	BBB	BBB	

05/22/18	05/24/18	749,372.20	NORTHROP GRUMMAN ORD	1.263	N/A	BBB	BBB
05/22/18	05/24/18	715,487.52	NORTHROP GRUMMAN ORD	1.263	N/A	BBB	BBB
05/22/18	05/24/18	81,891.96	GENERAL DYNAMICS ORD	1.688	N/A	A+	WD
05/22/18	05/24/18	122,988.54	GENERAL DYNAMICS ORD	1.688	N/A	A+	WD
05/22/18	05/24/18	470,995.15	GENERAL DYNAMICS ORD	1.688	N/A	A+	WD
05/22/18	05/24/18	72,438.10	UNITED TECHNOLOGIES ORD	2.190	A3	A-	WD
05/23/18	05/25/18	161,398.85	LOCKHEED MARTIN ORD	2.348	Baa1	BBB+	BBB+
05/23/18	05/25/18	97,739.43	NORTHROP GRUMMAN ORD	1.249	N/A	BBB	BBB
05/23/18	05/25/18	20,416.43	GENERAL DYNAMICS ORD	1.678	N/A	A+	WD
05/23/18	05/25/18	20,426.23	GENERAL DYNAMICS ORD	1.678	N/A	A+	WD
05/23/18	05/25/18	266,135.74	GENERAL DYNAMICS ORD	1.678	N/A	A+	WD
05/24/18	05/29/18	182,324.39	LOCKHEED MARTIN ORD	2.348	Baa1	BBB+	BBB+
05/24/18	05/29/18	99,455.64	NORTHROP GRUMMAN ORD	1.249	N/A	BBB	BBB
05/24/18	05/29/18	232,160.46	NORTHROP GRUMMAN ORD	1.249	N/A	BBB	BBB
05/24/18	05/29/18	478,432.43	GENERAL DYNAMICS ORD	1.678	N/A	A+	WD
05/25/18	05/30/18	419,069.21	NORTHROP GRUMMAN ORD	1.235	N/A	BBB	BBB
05/25/18	05/30/18	166,597.92	GENERAL DYNAMICS ORD	1.658	N/A	A+	WD
05/25/18	05/30/18	374,161.32	GENERAL DYNAMICS ORD	1.658	N/A	A+	WD
05/25/18	05/30/18	558,811.33	GENERAL DYNAMICS ORD	1.658	N/A	A+	WD
06/05/18	06/07/18	1,070,624.50	LOCKHEED MARTIN ORD	2.444	Baa1	BBB+	BBB+
06/05/18	06/07/18	1,100,067.74	NORTHROP GRUMMAN ORD	1.306	N/A	BBB	BBB
06/05/18	06/07/18	1,071,776.98	GENERAL DYNAMICS ORD	1.716	N/A	A+	WD
06/05/18	06/07/18	649,758.55	UNITED TECHNOLOGIES ORD	2.223	A3	A-	WD

13,940,974.85

Apparel

SCIF-Conning

04/02/18	04/04/18	582,541.03	VF ORD	2.407	N/A	A	N/A
04/06/18	04/10/18	603,406.76	VF ORD	2.306	N/A	A	N/A
06/01/18	06/05/18	132,370.71	VF ORD	2.164	N/A	A	N/A
06/05/18	06/07/18	24,341.06	VF ORD	2.114	N/A	A	N/A

1,342,659.56

Apparel

SCIF-Wellington

06/05/18	06/07/18	673,483.35	VF ORD	2.114	N/A	A	N/A
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673,483.35

Banks

SCIF-Conning

04/02/18	04/04/18	554,552.82	BB AND T ORD	3.829	A2	A-	A+
04/06/18	04/10/18	552,781.67	BB AND T ORD	3.815	A2	A-	A+
06/01/18	06/05/18	189,900.66	BB AND T ORD	3.806	A2	A-	A+
06/01/18	06/05/18	131,857.25	BB AND T ORD	3.806	A2	A-	A+
06/01/18	06/05/18	6,032,460.98	JPMORGAN CHASE ORD	2.011	A3	A-	AA-
06/01/18	06/05/18	131,914.37	JPMORGAN CHASE ORD	2.011	A3	A-	AA-
06/01/18	06/05/18	6,037,079.54	US BANCORP ORD	2.916	A1	A+	AA-
06/01/18	06/05/18	131,961.20	US BANCORP ORD	2.916	A1	A+	AA-

06/05/18	06/07/18	23,529.07	BB AND T ORD	3.798	A2	A-	A+
06/05/18	06/07/18	23,420.05	JPMORGAN CHASE ORD	2.022	A3	A-	AA-
06/05/18	06/07/18	23,723.39	US BANCORP ORD	2.889	A1	A+	AA-

13,833,181.00

Banks

SCIF-Wellington

05/17/18	05/21/18	120,360.24	PNC FINANCIAL SERVICES GROUP ORD	2.489	A3	A-	A+
05/18/18	05/22/18	149,124.40	PNC FINANCIAL SERVICES GROUP ORD	2.521	A3	A-	A+
05/21/18	05/23/18	119,681.92	PNC FINANCIAL SERVICES GROUP ORD	2.510	A3	A-	A+
05/22/18	05/24/18	151,044.90	PNC FINANCIAL SERVICES GROUP ORD	2.485	A3	A-	A+
05/23/18	05/25/18	119,699.92	PNC FINANCIAL SERVICES GROUP ORD	2.505	A3	A-	A+
05/24/18	05/29/18	148,026.10	PNC FINANCIAL SERVICES GROUP ORD	2.505	A3	A-	A+
05/25/18	05/30/18	64,120.81	PNC FINANCIAL SERVICES GROUP ORD	2.531	A3	A-	A+
06/05/18	06/07/18	1,040,366.48	PNC FINANCIAL SERVICES GROUP ORD	2.579	A3	A-	A+

1,912,424.77

Beverages

SCIF-Conning

04/02/18	04/04/18	592,279.02	COCA-COLA ORD	4.382	N/A	A+	A
04/02/18	04/04/18	586,067.48	PEPSICO ORD	3.008	N/A	A+	A
04/06/18	04/10/18	603,113.58	COCA-COLA ORD	4.258	N/A	A+	A
04/06/18	04/10/18	593,022.83	PEPSICO ORD	2.946	N/A	A+	A
06/01/18	06/05/18	73,208.24	COCA-COLA ORD	4.337	N/A	A+	A
06/01/18	06/05/18	132,079.39	COCA-COLA ORD	4.337	N/A	A+	A
06/01/18	06/05/18	558,247.54	PEPSICO ORD	3.334	N/A	A+	A
06/01/18	06/05/18	132,182.02	PEPSICO ORD	3.334	N/A	A+	A
06/05/18	06/07/18	23,710.21	COCA-COLA ORD	4.338	N/A	A+	A
06/05/18	06/07/18	23,664.48	PEPSICO ORD	3.335	N/A	A+	A

3,317,574.79

Beverages

SCIF-Wellington

05/17/18	05/21/18	244,343.00	PEPSICO ORD	3.288	N/A	A+	A
05/18/18	05/22/18	312,509.76	PEPSICO ORD	3.302	N/A	A+	A
05/21/18	05/23/18	288,159.08	PEPSICO ORD	3.236	N/A	A+	A
05/22/18	05/24/18	299,685.00	PEPSICO ORD	3.222	N/A	A+	A
05/23/18	05/25/18	260,493.74	PEPSICO ORD	3.206	N/A	A+	A
05/24/18	05/29/18	300,320.10	PEPSICO ORD	3.206	N/A	A+	A
06/05/18	06/07/18	1,114,524.43	COCA-COLA ORD	4.338	N/A	A+	A
06/05/18	06/07/18	1,098,453.94	PEPSICO ORD	3.335	N/A	A+	A

3,918,489.05

Chemicals

SCIF-Conning

04/02/18	04/04/18	557,981.12	AIR PRODUCTS AND CHEMICALS ORD	3.130	A2	A	N/A
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04/02/18	04/04/18	565,436.46	PRAXAIR ORD	2.317	N/A	A	N/A
04/06/18	04/10/18	565,340.01	AIR PRODUCTS AND CHEMICALS ORD	3.063	A2	A	N/A
04/06/18	04/10/18	566,041.63	PRAXAIR ORD	2.300	N/A	A	N/A
06/01/18	06/05/18	209,869.03	AIR PRODUCTS AND CHEMICALS ORD	2.996	A2	A	N/A
06/01/18	06/05/18	131,871.22	AIR PRODUCTS AND CHEMICALS ORD	2.996	A2	A	N/A
06/01/18	06/05/18	131,982.17	PRAXAIR ORD	2.087	N/A	A	N/A
06/05/18	06/07/18	23,736.96	AIR PRODUCTS AND CHEMICALS ORD	2.972	A2	A	N/A
06/05/18	06/07/18	23,940.78	PRAXAIR ORD	2.064	N/A	A	N/A

2,776,199.38

Chemicals

SCIF-Wellington

06/05/18	06/07/18	838,595.66	ECOLAB ORD	1.079	N/A	A-	N/A
06/05/18	06/07/18	971,645.50	PRAXAIR ORD	2.064	N/A	A	N/A

1,810,241.16

Commercial Services

SCIF-Conning

04/02/18	04/04/18	588,866.60	PROCTER & GAMBLE ORD	3.564	Aa3	AA-	N/A
04/06/18	04/10/18	590,677.48	PROCTER & GAMBLE ORD	3.517	Aa3	AA-	N/A
06/01/18	06/05/18	483,247.35	PROCTER & GAMBLE ORD	3.793	Aa3	AA-	N/A
06/01/18	06/05/18	132,112.84	PROCTER & GAMBLE ORD	3.793	Aa3	AA-	N/A
06/05/18	06/07/18	23,911.56	PROCTER & GAMBLE ORD	3.766	Aa3	AA-	N/A

1,818,815.83

Commercial Services

SCIF-Wellington

05/17/18	05/21/18	161,630.04	COLGATE PALMOLIVE ORD	2.601	N/A	AA-	WD
05/17/18	05/21/18	177,265.20	PROCTER & GAMBLE ORD	3.767	Aa3	AA-	N/A
05/18/18	05/22/18	24,885.80	COLGATE PALMOLIVE ORD	2.604	N/A	AA-	WD
05/18/18	05/22/18	248,786.40	COLGATE PALMOLIVE ORD	2.604	N/A	AA-	WD
05/18/18	05/22/18	117,581.76	PROCTER & GAMBLE ORD	3.793	Aa3	AA-	N/A
05/21/18	05/23/18	118,548.60	COLGATE PALMOLIVE ORD	2.602	N/A	AA-	WD
05/21/18	05/23/18	49,915.60	COLGATE PALMOLIVE ORD	2.602	N/A	AA-	WD
05/21/18	05/23/18	180,860.82	COLGATE PALMOLIVE ORD	2.602	N/A	AA-	WD
05/21/18	05/23/18	59,158.48	PROCTER & GAMBLE ORD	3.762	Aa3	AA-	N/A
05/22/18	05/24/18	187,602.60	COLGATE PALMOLIVE ORD	2.596	N/A	AA-	WD
05/22/18	05/24/18	65,199.32	PROCTER & GAMBLE ORD	3.763	Aa3	AA-	N/A
05/23/18	05/25/18	175,603.12	COLGATE PALMOLIVE ORD	2.583	N/A	AA-	WD
05/24/18	05/29/18	187,779.90	COLGATE PALMOLIVE ORD	2.583	N/A	AA-	WD
05/25/18	05/30/18	128,675.11	COLGATE PALMOLIVE ORD	2.541	N/A	AA-	WD
06/05/18	06/07/18	967,366.47	COLGATE PALMOLIVE ORD	2.601	N/A	AA-	WD
06/05/18	06/07/18	430,720.16	PROCTER & GAMBLE ORD	3.766	Aa3	AA-	N/A

3,281,579.38

Computers

SCIF-Conning

04/02/18	04/04/18	583,264.92	AUTOMATIC DATA PROCESSING ORD	3.124	Aa3	AA	N/A
04/02/18	04/04/18	570,406.52	INTERNATIONAL BUSINESS MACHINES ORI	3.998	A1	A+	A+
04/06/18	04/10/18	583,813.56	AUTOMATIC DATA PROCESSING ORD	3.113	Aa3	AA	N/A
04/06/18	04/10/18	568,648.88	INTERNATIONAL BUSINESS MACHINES ORI	3.985	A1	A+	A+
06/01/18	06/05/18	132,095.79	AUTOMATIC DATA PROCESSING ORD	2.667	Aa3	AA	N/A
06/05/18	06/07/18	24,020.98	AUTOMATIC DATA PROCESSING ORD	2.640	Aa3	AA	N/A

2,462,250.65

Computers

SCIF-Wellington

06/05/18	06/07/18	562,950.39	AUTOMATIC DATA PROCESSING ORD	2.640	Aa3	AA	N/A
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562,950.39

Cosmetics/Personal Care

SCIF-Conning

04/02/18	04/04/18	574,843.41	KIMBERLY CLARK ORD	3.651	A2	A	A
04/06/18	04/10/18	576,847.85	KIMBERLY CLARK ORD	3.600	A2	A	A
06/01/18	06/05/18	597,264.32	KIMBERLY CLARK ORD	3.876	A2	A	A
06/01/18	06/05/18	132,115.72	KIMBERLY CLARK ORD	3.876	A2	A	A
06/05/18	06/07/18	23,423.97	KIMBERLY CLARK ORD	3.879	A2	A	A

1,904,495.27

Cosmetics/Personal Care

SCIF-Invesco

04/24/18	04/26/18	195,987.79	KIMBERLY CLARK ORD	3.894	A2	A	A
05/22/18	05/24/18	191,677.13	KIMBERLY CLARK ORD	3.732	A2	A	A

387,664.92

Diversified Finan Serv

SCIF-Conning

04/02/18	04/04/18	562,639.91	BLACKROCK ORD	2.000	Aa3	AA-	N/A
04/06/18	04/10/18	558,794.63	BLACKROCK ORD	1.996	Aa3	AA-	N/A
06/01/18	06/05/18	172,503.14	BLACKROCK ORD	1.926	Aa3	AA-	N/A
06/01/18	06/05/18	132,111.35	BLACKROCK ORD	1.926	Aa3	AA-	N/A
06/05/18	06/07/18	22,987.37	BLACKROCK ORD	1.942	Aa3	AA-	N/A

1,449,036.40

Diversified Finan Serv

SCIF-Wellington

05/17/18	05/21/18	169,070.20	VISA CL A ORD	0.600	A1	A+	N/A
05/17/18	05/21/18	107,054.64	BLACKROCK ORD	1.938	Aa3	AA-	N/A
05/18/18	05/22/18	103,932.00	VISA CL A ORD	0.600	A1	A+	N/A

05/18/18	05/22/18	53,813.43	BLACKROCK ORD	1.928	Aa3	AA-	N/A
05/21/18	05/23/18	52,294.04	VISA CL A ORD	0.597	A1	A+	N/A
05/22/18	05/24/18	54,406.56	VISA CL A ORD	0.597	A1	A+	N/A
05/22/18	05/24/18	74,875.99	BLACKROCK ORD	1.898	Aa3	AA-	N/A
06/05/18	06/07/18	1,197,425.41	VISA CL A ORD	0.584	A1	A+	N/A
06/05/18	06/07/18	855,258.88	BLACKROCK ORD	1.942	Aa3	AA-	N/A
06/05/18	06/07/18	1,055,592.87	AMERICAN EXPRESS ORD	1.732	A3	BBB+	A

3,723,724.02

Electrical Compo&Equip

SCIF-Conning

04/02/18	04/04/18	552,833.11	EMERSON ELECTRIC ORD	2.912	A2	A	N/A
04/06/18	04/10/18	546,638.74	EMERSON ELECTRIC ORD	2.911	A2	A	N/A
06/01/18	06/05/18	73,923.32	EMERSON ELECTRIC ORD	2.711	A2	A	N/A
06/01/18	06/05/18	131,940.37	EMERSON ELECTRIC ORD	2.711	A2	A	N/A
06/05/18	06/07/18	24,108.35	EMERSON ELECTRIC ORD	2.663	A2	A	N/A

1,329,443.89

Food

SCIF-Conning

04/02/18	04/04/18	605,737.06	ARCHER DANIELS MIDLAND ORD	3.064	N/A	A	A
04/06/18	04/10/18	630,955.99	ARCHER DANIELS MIDLAND ORD	2.921	N/A	A	A

1,236,693.05

Food

SCIF-Invesco

04/06/18	04/10/18	192,826.20	CAMPBELL SOUP ORD	3.201	N/A	BBB	WD
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192,826.20

Healthcare-Products

SCIF-Wellington

06/05/18	06/07/18	777,021.31	DANAHER ORD	0.568	N/A	A	N/A
06/12/18	06/14/18	113,579.95	DANAHER ORD	0.562	N/A	A	N/A
06/12/18	06/14/18	51,655.40	DANAHER ORD	0.562	N/A	A	N/A
06/13/18	06/15/18	31,004.85	DANAHER ORD	0.565	N/A	A	N/A
06/13/18	06/15/18	62,005.80	DANAHER ORD	0.565	N/A	A	N/A
06/13/18	06/15/18	41,323.84	DANAHER ORD	0.565	N/A	A	N/A
06/13/18	06/15/18	340,449.45	DANAHER ORD	0.565	N/A	A	N/A
06/14/18	06/18/18	225,527.28	DANAHER ORD	0.565	N/A	A	N/A
06/14/18	06/18/18	41,099.60	DANAHER ORD	0.565	N/A	A	N/A
06/15/18	06/19/18	192,817.51	DANAHER ORD	0.567	N/A	A	N/A
06/15/18	06/19/18	112,107.82	DANAHER ORD	0.567	N/A	A	N/A
06/18/18	06/20/18	100,799.15	DANAHER ORD	0.573	N/A	A	N/A
06/18/18	06/20/18	70,722.61	DANAHER ORD	0.573	N/A	A	N/A

 2,160,114.57

Healthcare-Services

SCIF-Wellington

06/05/18	06/07/18	1,077,299.81	UNITEDHEALTH GRP ORD	1.227	A3	A+	A
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 1,077,299.81

Insurance

SCIF-Conning

04/02/18	04/04/18	574,486.85	TRAVELERS COMPANIES ORD	2.670	N/A	A	A+
04/02/18	04/04/18	563,765.07	PRINCIPAL FINANCIAL GROUP ORD	3.248	N/A	A-	A
04/06/18	04/10/18	580,907.13	TRAVELERS COMPANIES ORD	2.623	N/A	A	A+
04/06/18	04/10/18	560,435.79	PRINCIPAL FINANCIAL GROUP ORD	3.238	N/A	A-	A
06/01/18	06/05/18	508,867.73	TRAVELERS COMPANIES ORD	2.784	N/A	A	A+
06/01/18	06/05/18	132,022.17	TRAVELERS COMPANIES ORD	2.784	N/A	A	A+
06/01/18	06/05/18	680,453.37	PRINCIPAL FINANCIAL GROUP ORD	3.525	N/A	A-	A
06/01/18	06/05/18	132,280.63	PRINCIPAL FINANCIAL GROUP ORD	3.525	N/A	A-	A
06/05/18	06/07/18	23,505.94	TRAVELERS COMPANIES ORD	2.787	N/A	A	A+
06/05/18	06/07/18	23,394.66	PRINCIPAL FINANCIAL GROUP ORD	3.556	N/A	A-	A

 3,780,119.34

Insurance

SCIF-Invesco

04/06/18	04/10/18	191,061.87	TRAVELERS COMPANIES ORD	2.623	N/A	A	A+
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 191,061.87

Insurance

SCIF-Wellington

05/17/18	05/21/18	48,591.06	MARSH & MCLENNAN ORD	1.852	N/A	A-	A
05/18/18	05/22/18	64,953.36	MARSH & MCLENNAN ORD	1.848	N/A	A-	A
05/21/18	05/23/18	57,058.82	MARSH & MCLENNAN ORD	1.842	N/A	A-	A
05/22/18	05/24/18	81,815.50	MARSH & MCLENNAN ORD	1.837	N/A	A-	A
05/23/18	05/25/18	57,078.63	MARSH & MCLENNAN ORD	1.837	N/A	A-	A
05/24/18	05/29/18	89,548.47	MARSH & MCLENNAN ORD	1.837	N/A	A-	A
05/25/18	05/30/18	91,902.35	MARSH & MCLENNAN ORD	1.845	N/A	A-	A
06/05/18	06/07/18	967,168.48	MARSH & MCLENNAN ORD	1.849	N/A	A-	A

 1,458,116.67

Iron/Steel

SCIF-Conning

04/02/18	04/04/18	533,148.91	NUCOR ORD	2.531	N/A	A-	N/A
04/06/18	04/10/18	535,904.84	NUCOR ORD	2.496	N/A	A-	N/A
06/01/18	06/05/18	148,857.65	NUCOR ORD	2.302	N/A	A-	N/A
06/01/18	06/05/18	131,969.60	NUCOR ORD	2.302	N/A	A-	N/A
06/05/18	06/07/18	23,731.50	NUCOR ORD	2.286	N/A	A-	N/A

 1,373,612.50

Machinery-Diversified

SCIF-Conning

04/02/18	04/04/18	563,466.48	CUMMINS ORD	2.687	N/A	A+	WD
04/06/18	04/10/18	557,726.09	CUMMINS ORD	2.701	N/A	A+	WD
06/01/18	06/05/18	903,716.62	CUMMINS ORD	3.009	N/A	A+	WD
06/01/18	06/05/18	132,054.30	CUMMINS ORD	3.009	N/A	A+	WD
06/05/18	06/07/18	23,155.44	CUMMINS ORD	3.051	N/A	A+	WD

2,180,118.93

Media

SCIF-Wellington

06/05/18	06/07/18	407,671.97	WALT DISNEY ORD	1.621	N/A	A+	A
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407,671.97

Miscellaneous Manufactur

SCIF-Conning

04/02/18	04/04/18	532,646.40	3M ORD	2.298	N/A	AA-	N/A
04/06/18	04/10/18	529,332.33	3M ORD	2.302	N/A	AA-	N/A
06/01/18	06/05/18	1,017,004.80	3M ORD	2.540	N/A	AA-	N/A
06/01/18	06/05/18	131,952.55	3M ORD	2.540	N/A	AA-	N/A
06/01/18	06/05/18	6,092,527.29	ILLINOIS TOOL ORD	2.035	N/A	A+	N/A
06/01/18	06/05/18	131,794.30	ILLINOIS TOOL ORD	2.035	N/A	A+	N/A
06/05/18	06/07/18	23,739.24	3M ORD	2.520	N/A	AA-	N/A
06/05/18	06/07/18	23,573.37	ILLINOIS TOOL ORD	2.053	N/A	A+	N/A

8,482,570.28

Miscellaneous Manufactur

SCIF-Wellington

05/17/18	05/21/18	132,366.42	HONEYWELL INTERNATIONAL ORD	1.971	A2	A	A
05/18/18	05/22/18	59,293.88	HONEYWELL INTERNATIONAL ORD	1.955	A2	A	A
05/21/18	05/23/18	45,120.06	HONEYWELL INTERNATIONAL ORD	1.927	A2	A	A
05/22/18	05/24/18	55,974.74	HONEYWELL INTERNATIONAL ORD	1.922	A2	A	A
06/05/18	06/07/18	980,191.00	HONEYWELL INTERNATIONAL ORD	1.935	A2	A	A

1,272,946.10

Oil&Gas

SCIF-Conning

04/02/18	04/04/18	569,949.24	EXXON MOBIL ORD	4.207	Aaa	AA+	WD
04/02/18	04/04/18	659,198.14	MARATHON PETROLEUM ORD	2.256	N/A	BBB	BBB
04/02/18	04/04/18	593,870.69	VALERO ENERGY ORD	3.167	N/A	BBB	BBB
04/06/18	04/10/18	579,464.11	EXXON MOBIL ORD	4.114	Aaa	AA+	WD
04/06/18	04/10/18	658,838.75	MARATHON PETROLEUM ORD	2.236	N/A	BBB	BBB
04/06/18	04/10/18	611,980.69	VALERO ENERGY ORD	3.047	N/A	BBB	BBB
06/01/18	06/05/18	132,146.25	EXXON MOBIL ORD	3.825	Aaa	AA+	WD
06/01/18	06/05/18	132,238.79	MARATHON PETROLEUM ORD	2.100	N/A	BBB	BBB
06/01/18	06/05/18	132,158.48	VALERO ENERGY ORD	2.424	N/A	BBB	BBB

06/05/18	06/07/18	23,289.44	EXXON MOBIL ORD	3.880	Aaa	AA+	WD
06/05/18	06/07/18	23,479.31	MARATHON PETROLEUM ORD	2.141	N/A	BBB	BBB
06/05/18	06/07/18	23,654.40	VALERO ENERGY ORD	2.432	N/A	BBB	BBB

4,140,268.29

Oil&Gas

SCIF-Invesco

04/06/18	04/10/18	190,451.72	EXXON MOBIL ORD	4.114	Aaa	AA+	WD
04/20/18	04/24/18	198,835.42	BAKER HUGHES CL A ORD	1.559	A3	A-	N/A
06/06/18	06/08/18	196,346.69	BAKER HUGHES CL A ORD	2.050	A3	A-	N/A

585,633.83

Oil&Gas

SCIF-Wellington

06/05/18	06/07/18	636,166.37	EXXON MOBIL ORD	3.880	Aaa	AA+	WD
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636,166.37

Packaging&Containers

SCIF-Conning

04/02/18	04/04/18	559,290.57	WESTROCK ORD	2.680	Baa2	BBB	N/A
04/06/18	04/10/18	562,771.77	WESTROCK ORD	2.650	Baa2	BBB	N/A
06/01/18	06/05/18	667,858.29	WESTROCK ORD	2.811	Baa2	BBB	N/A
06/01/18	06/05/18	131,874.57	WESTROCK ORD	2.811	Baa2	BBB	N/A
06/05/18	06/07/18	24,283.33	WESTROCK ORD	2.781	Baa2	BBB	N/A

1,946,078.53

Pharmaceuticals

SCIF-Conning

04/02/18	04/04/18	576,644.01	PFIZER ORD	3.709	A1	AA	A+
04/02/18	04/04/18	573,180.50	JOHNSON & JOHNSON ORD	2.697	Aaa	AAA	AAA
04/02/18	04/04/18	585,160.52	MERCK & CO ORD	3.567	WR	AA	A
04/02/18	04/04/18	468,256.77	ABBVIE ORD	2.876	Baa2	A-	N/A
04/02/18	04/04/18	532,960.66	AMGEN ORD	2.873	N/A	A	BBB
04/02/18	04/04/18	554,103.71	BRISTOL MYERS SQUIBB ORD	2.532	N/A	A+	A-
04/06/18	04/10/18	573,487.55	PFIZER ORD	3.696	A1	AA	A+
04/06/18	04/10/18	581,407.83	JOHNSON & JOHNSON ORD	2.623	Aaa	AAA	AAA
04/06/18	04/10/18	578,721.08	MERCK & CO ORD	3.561	WR	AA	A
04/06/18	04/10/18	456,481.35	ABBVIE ORD	2.929	Baa2	A-	N/A
04/06/18	04/10/18	537,230.38	AMGEN ORD	2.837	N/A	A	BBB
04/06/18	04/10/18	540,770.98	BRISTOL MYERS SQUIBB ORD	2.595	N/A	A+	A-
06/01/18	06/05/18	87,273.64	PFIZER ORD	3.641	A1	AA	A+
06/01/18	06/05/18	132,040.82	PFIZER ORD	3.641	A1	AA	A+
06/01/18	06/05/18	131,719.39	MERCK & CO ORD	3.137	WR	AA	A
06/01/18	06/05/18	953,220.25	ABBVIE ORD	3.009	Baa2	A-	N/A
06/01/18	06/05/18	131,988.46	ABBVIE ORD	3.009	Baa2	A-	N/A
06/01/18	06/05/18	128,110.97	AMGEN ORD	2.691	N/A	A	BBB
06/01/18	06/05/18	132,047.95	AMGEN ORD	2.691	N/A	A	BBB

06/05/18	06/07/18	23,874.53	PFIZER ORD	3.622	A1	AA	A+
06/05/18	06/07/18	24,140.30	MERCK & CO ORD	3.095	WR	AA	A
06/05/18	06/07/18	23,644.27	ABBVIE ORD	2.973	Baa2	A-	N/A
06/05/18	06/07/18	23,376.09	AMGEN ORD	2.718	N/A	A	BBB

8,349,842.01

Pharmaceuticals

SCIF-Invesco

05/17/18	05/21/18	192,568.08	ELI LILLY ORD	2.651	A2	AA-	A
05/22/18	05/24/18	128,057.21	ELI LILLY ORD	2.633	A2	AA-	A
06/05/18	06/07/18	256,258.99	BRISTOL MYERS SQUIBB ORD	3.043	N/A	A+	A-

576,884.28

Pharmaceuticals

SCIF-Wellington

05/17/18	05/21/18	279,468.88	JOHNSON & JOHNSON ORD	2.713	Aaa	AAA	AAA
05/17/18	05/21/18	62,178.20	JOHNSON & JOHNSON ORD	2.713	Aaa	AAA	AAA
05/17/18	05/21/18	296,713.24	AMGEN ORD	2.829	N/A	A	BBB
05/18/18	05/22/18	158,735.52	AMGEN ORD	2.802	N/A	A	BBB
05/21/18	05/23/18	158,975.37	AMGEN ORD	2.799	N/A	A	BBB
05/22/18	05/24/18	150,287.93	AMGEN ORD	2.770	N/A	A	BBB
06/05/18	06/07/18	661,384.09	MERCK & CO ORD	3.095	WR	AA	A
06/05/18	06/07/18	781,398.70	AMGEN ORD	2.718	N/A	A	BBB

2,549,141.93

REITS

SCIF-Wellington

05/17/18	05/21/18	315,384.28	AMERICAN TOWER REIT	2.009	WR	BBB-	BBB
05/18/18	05/22/18	169,828.47	AMERICAN TOWER REIT	2.007	WR	BBB-	BBB
06/05/18	06/07/18	1,001,065.03	PUBLIC STORAGE REIT ORD	3.758	N/A	A	WD
06/05/18	06/07/18	1,194,792.77	AMERICAN TOWER REIT	1.980	WR	BBB-	BBB

2,681,070.55

Retail

SCIF-Conning

04/02/18	04/04/18	561,378.22	HOME DEPOT ORD	2.140	N/A	A	A
04/02/18	04/04/18	544,109.97	TARGET ORD	3.566	A2	A	A-
04/02/18	04/04/18	568,571.05	WALMART ORD	2.992	Aa2	AA	AA
04/02/18	04/04/18	534,752.59	CVS HEALTH ORD	3.277	N/A	BBB	WD
04/02/18	04/04/18	582,280.06	STARBUCKS ORD	1.956	N/A	BBB+	BBB+
04/06/18	04/10/18	563,953.45	HOME DEPOT ORD	2.121	N/A	A	A
04/06/18	04/10/18	569,318.90	TARGET ORD	3.403	A2	A	A-
04/06/18	04/10/18	571,453.57	WALMART ORD	2.953	Aa2	AA	AA
04/06/18	04/10/18	549,613.22	CVS HEALTH ORD	3.156	N/A	BBB	WD
04/06/18	04/10/18	602,372.52	STARBUCKS ORD	1.885	N/A	BBB+	BBB+
06/01/18	06/05/18	132,133.07	HOME DEPOT ORD	2.050	N/A	A	A
06/01/18	06/05/18	204,962.47	TARGET ORD	3.407	A2	A	A-

06/01/18	06/05/18	132,180.71	TARGET ORD	3.407	A2	A	A-
06/01/18	06/05/18	517,543.92	WALMART ORD	3.097	Aa2	AA	AA
06/01/18	06/05/18	131,957.40	WALMART ORD	3.097	Aa2	AA	AA
06/01/18	06/05/18	154,355.65	STARBUCKS ORD	2.021	N/A	BBB+	BBB+
06/01/18	06/05/18	132,051.28	STARBUCKS ORD	2.021	N/A	BBB+	BBB+
06/05/18	06/07/18	23,997.50	HOME DEPOT ORD	2.001	N/A	A	A
06/05/18	06/07/18	25,349.69	TARGET ORD	3.159	A2	A	A-
06/05/18	06/07/18	24,124.85	WALMART ORD	3.037	Aa2	AA	AA
06/05/18	06/07/18	23,271.27	STARBUCKS ORD	2.065	N/A	BBB+	BBB+

7,149,731.36

Retail

SCIF-Wellington

05/17/18	05/21/18	274,433.55	MCDONALD'S ORD	2.418	WR	BBB+	BBB
05/17/18	05/21/18	138,434.94	WALGREEN BOOTS ALLIANCE ORD	2.425	N/A	BBB	BBB
05/18/18	05/22/18	128,827.92	MCDONALD'S ORD	2.423	WR	BBB+	BBB
05/18/18	05/22/18	73,305.92	WALGREEN BOOTS ALLIANCE ORD	2.487	N/A	BBB	BBB
05/21/18	05/23/18	113,046.29	MCDONALD'S ORD	2.415	WR	BBB+	BBB
05/21/18	05/23/18	64,575.90	WALGREEN BOOTS ALLIANCE ORD	2.481	N/A	BBB	BBB
05/22/18	05/24/18	111,849.64	MCDONALD'S ORD	2.446	WR	BBB+	BBB
05/22/18	05/24/18	64,425.80	WALGREEN BOOTS ALLIANCE ORD	2.491	N/A	BBB	BBB
05/23/18	05/25/18	22,862.34	MCDONALD'S ORD	2.413	WR	BBB+	BBB
05/23/18	05/25/18	40,194.83	WALGREEN BOOTS ALLIANCE ORD	2.504	N/A	BBB	BBB
06/05/18	06/07/18	942,737.50	MCDONALD'S ORD	2.489	WR	BBB+	BBB
06/05/18	06/07/18	512,414.15	WALGREEN BOOTS ALLIANCE ORD	2.544	N/A	BBB	BBB
06/05/18	06/07/18	1,173,599.79	COSTCO WHOLESALE ORD	1.046	N/A	A+	A+
06/05/18	06/07/18	755,286.64	TJX ORD	1.412	N/A	A+	N/A
06/05/18	06/07/18	687,442.11	STARBUCKS ORD	2.065	N/A	BBB+	BBB+

5,103,437.32

Semiconductors

SCIF-Conning

04/02/18	04/04/18	551,620.59	TEXAS INSTRUMENTS ORD	2.226	N/A	A+	A+
04/02/18	04/04/18	584,376.69	INTEL ORD	2.284	N/A	A+	A+
04/02/18	04/04/18	488,506.92	QUALCOMM ORD	4.237	A1	A	N/A
04/06/18	04/10/18	541,724.51	TEXAS INSTRUMENTS ORD	2.252	N/A	A+	A+
04/06/18	04/10/18	581,357.93	INTEL ORD	2.290	N/A	A+	A+
04/06/18	04/10/18	482,576.03	QUALCOMM ORD	4.292	A1	A	N/A
06/01/18	06/05/18	132,127.73	TEXAS INSTRUMENTS ORD	2.056	N/A	A+	A+
06/01/18	06/05/18	131,836.09	INTEL ORD	2.006	N/A	A+	A+
06/01/18	06/05/18	741,325.79	QUALCOMM ORD	3.975	A1	A	N/A
06/01/18	06/05/18	132,158.29	QUALCOMM ORD	3.975	A1	A	N/A
06/05/18	06/07/18	24,549.73	TEXAS INSTRUMENTS ORD	2.006	N/A	A+	A+
06/05/18	06/07/18	23,691.95	INTEL ORD	2.025	N/A	A+	A+
06/05/18	06/07/18	23,964.31	QUALCOMM ORD	3.950	A1	A	N/A

4,439,816.56

Software

SCIF-Conning

04/02/18	04/04/18	553,661.04	CA ORD	3.119	N/A	BBB+	BBB+
04/06/18	04/10/18	556,732.74	CA ORD	3.074	N/A	BBB+	BBB+
06/01/18	06/05/18	132,167.37	CA ORD	2.833	N/A	BBB+	BBB+
06/05/18	06/07/18	23,829.30	CA ORD	2.823	N/A	BBB+	BBB+

1,266,390.45

Software**SCIF-Wellington**

06/05/18	06/07/18	1,573,627.02	MICROSOFT ORD	2.026	Aaa	AAA	AA+
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1,573,627.02

Telecommunications**SCIF-Conning**

04/02/18	04/04/18	585,597.72	VERIZON COMMUNICATIONS ORD	4.951	Baa1	BBB+	A-
04/02/18	04/04/18	574,254.88	AT&T ORD	5.613	WR	BBB	A-
04/02/18	04/04/18	544,387.97	CISCO SYSTEMS ORD	2.829	N/A	AA-	N/A
04/06/18	04/10/18	586,125.21	VERIZON COMMUNICATIONS ORD	4.918	Baa1	BBB+	A-
04/06/18	04/10/18	579,428.98	AT&T ORD	5.529	WR	BBB	A-
04/06/18	04/10/18	536,390.75	CISCO SYSTEMS ORD	2.946	N/A	AA-	N/A
06/01/18	06/05/18	94,728.15	VERIZON COMMUNICATIONS ORD	4.910	Baa1	BBB+	A-
06/01/18	06/05/18	132,059.54	VERIZON COMMUNICATIONS ORD	4.910	Baa1	BBB+	A-
06/01/18	06/05/18	717,344.81	AT&T ORD	6.098	WR	BBB	A-
06/01/18	06/05/18	132,097.38	AT&T ORD	6.098	WR	BBB	A-
06/01/18	06/05/18	318,485.09	CISCO SYSTEMS ORD	2.749	N/A	AA-	N/A
06/01/18	06/05/18	132,070.38	CISCO SYSTEMS ORD	2.749	N/A	AA-	N/A
06/05/18	06/07/18	23,681.62	VERIZON COMMUNICATIONS ORD	4.894	Baa1	BBB+	A-
06/05/18	06/07/18	23,735.17	AT&T ORD	6.059	WR	BBB	A-
06/05/18	06/07/18	23,914.61	CISCO SYSTEMS ORD	2.748	N/A	AA-	N/A

5,004,302.26

Telecommunications**SCIF-Invesco**

05/22/18	05/24/18	128,832.28	VERIZON COMMUNICATIONS ORD	4.809	Baa1	BBB+	A-
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128,832.28

Transportation**SCIF-Conning**

04/02/18	04/04/18	607,224.59	UNION PACIFIC ORD	1.957	Baa1	A-	N/A
04/02/18	04/04/18	588,963.33	UNITED PARCEL SERVICE CL B ORD	3.274	N/A	A+	N/A
04/06/18	04/10/18	588,255.40	UNION PACIFIC ORD	2.000	Baa1	A-	N/A
04/06/18	04/10/18	594,467.39	UNITED PARCEL SERVICE CL B ORD	3.228	N/A	A+	N/A
06/01/18	06/05/18	131,869.84	UNION PACIFIC ORD	1.858	Baa1	A-	N/A
06/01/18	06/05/18	132,112.76	UNITED PARCEL SERVICE CL B ORD	2.968	N/A	A+	N/A
06/05/18	06/07/18	22,906.82	UNION PACIFIC ORD	1.917	Baa1	A-	N/A
06/05/18	06/07/18	23,605.88	UNITED PARCEL SERVICE CL B ORD	2.979	N/A	A+	N/A

 2,689,406.01

Transportation

SCIF-Wellington

05/17/18	05/21/18	99,837.36	UNION PACIFIC ORD	1.828	Baa1	A-	N/A
05/18/18	05/22/18	43,073.97	UNION PACIFIC ORD	1.812	Baa1	A-	N/A
05/21/18	05/23/18	43,569.72	UNION PACIFIC ORD	1.796	Baa1	A-	N/A
05/22/18	05/24/18	46,577.77	UNION PACIFIC ORD	1.823	Baa1	A-	N/A
06/05/18	06/07/18	1,284,581.54	UNION PACIFIC ORD	1.917	Baa1	A-	N/A
06/05/18	06/07/18	1,358,103.03	CANADIAN NATIONAL RAILWAY ORD	---	A2	A	N/A
06/05/18	06/07/18	968,322.58	UNITED PARCEL SERVICE CL B ORD	2.979	N/A	A+	N/A

 3,844,065.97

Total Equity Purchases:		
REIT	4,007,381.86	2 Items

Total Equity Purchases:		
Conning	85,524,069.62	201 Items

Total Equity Purchases:		
Invesco	2,062,903.38	11 Items

Total Equity Purchases:		
Wellington	52,587,525.25	154 Items

Grand Total	144,181,880.11	368 Items
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COMPLIANCE REPORT

As of June 30, 2018

The following is a list of securities currently not in compliance with State Fund's Investment Policy. State Fund's Investment Policy is reviewed annually by the Investment and Risk Committee and approved by the Board of Directors.

Fixed Income

<u>Description</u>	<u>Identifier (CUSIP)</u>	<u>Current Face</u>	<u>Maturity Date</u>	<u>Coupon Rate</u>	<u>Book Yield</u>	<u>Rating</u>	<u>Port. Mngr.</u>
Bonds Not Rated:							
California State Dep. Of Water Resources (1)	13067WHW5	145,000	12/01/18	1.671%	1.226%	NA/NR/NA	Deutsche
California State Dep. Of Water Resources (1)	13067WJC7	140,000	12/01/24	2.937%	2.937%	NA/NR/NA	Deutsche
California State Dep. Of Water Resources (1)	13067WJD5	75,000	12/01/25	3.037%	3.037%	NA/NR/NA	Deutsche
Houston Tex (2)	4423313L6	1,885,000	03/01/20	6.319%	3.423%	NA/NR/NA	NEAM
North Carolina Tpk Auth (2)	65830TAH8	5,750,000	01/01/19	6.700%	6.729%	NA/NR/NA	NEAM
Virginia St Public Bldg Auth (2)	928172V69	355,000	08/01/20	5.750%	6.298%	NA/NR/NA	NEAM
Total Fixed Income Violations: 6 Items							

Equity

<u>Description</u>	<u>Identifier (CUSIP)</u>	<u>Shares</u>	<u>Port. Mngr.</u>
Issuer Concentration Limit:			
Nike (3)	654106103	345,342	Wellington
Number of Issuers:			
The Wellington portfolio's number of issuers fewer than 40 (4)	Various	Various	Wellington
Total Equity Violations: 2 Items			

- (1) California State Department of Water Resources Municipal securities are defeased bonds which were exchanged with new Committee on Uniform Securities Identification (CUSIP) numbers. Four of the resulting new CUSIP numbers are rated AA+/Aa1/AAA; however, the other three new CUSIP numbers created fractional shares that are not rated.
- (2) The CFO granted a waiver approval for CUSIP 928172V69 on 1/04/2018, CUSIP 4423313L6 on 2/13/2018, and CUSIP 65830TAH8 on 6/20/2018. These are pre-refunded securities and no longer have ratings applied to them because they were dropped by the issuers after the securities had been refunded. Also, these securities are backed by a sinking fund of Treasury bonds. Therefore, they are now AAAs and no longer need underlying ratings.
- (3) The sales of McKesson, Cardinal Health, and Johnson & Johnson increased the overall exposure of Nike in the Wellington portfolio causing a violation of the single issuer concentration limit of 5%. The CFO granted a waiver for this violation on 6/07/2018.

Attachment 3b(ii) page 2

- (4) The sales of McKesson, Cardinal Health, and Johnson & Johnson brought the number of issuers in the Wellington portfolio to fewer than 40, violating the range of issuer rule. The CFO granted a waiver for this violation on 6/07/2018.

MOTION: To approve and ratify the transactions described on this list.