



ILLINOIS STATE BOARD OF INVESTMENT

180 North LaSalle Street, Suite 2015
Chicago, Illinois 60601
(312)793-5718

December 17, 2015

The Honorable Michael J. Madigan
Speaker, Illinois House of Representatives
300 State House
Springfield, IL 62706

RE: Chicago Stock Exchange Reporting

Dear Speaker Madigan,

The Illinois House of Representatives adopted House Resolution 725 on May 31, 2004 “to prevent the expenditure of Illinois public pension funds with out-of-state financial services providers when there are Illinois financial service providers that provide the same returns and risk on investments” This resolution directed all Illinois pension systems to use the Chicago Stock Exchange (“CSX”), whenever possible without violation of fiduciary responsibilities, rather than using a stock exchange based outside of Illinois.

In furtherance of this resolution you requested an annual progress report from the Illinois State Board of Investment (the “Board” or “ISBI”), reporting ISBI’s use of the CSX. Specifically, you requested a report on the “the total amount of trades made by your system using the CSX, expressed as a dollar amount; and a plan by which our system will, in the future, increase its usage of the CSX.”

Displayed in the chart below is the most recent CSX utilization data available:

Year	# of Shares traded on CSX	Executed Value on CSX
Fourth Quarter - 2014	994,795	\$ 29,491,313
First Quarter - 2015	537,390	11,107,805
Second Quarter - 2015	997,232	48,477,433
Third Quarter - 2015	1,187,040	31,680,703
Total	3,716,457	\$ 120,757,254

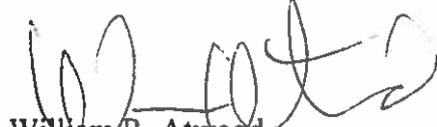
The Board’s Emerging and Minority Investment Manager & Minority and Illinois Brokerage Policy encourages ISBI’s investment managers to seek to obtain best price and execution at the CSX by utilizing the Institutional Brokers of the Chicago Stock Exchange. The Board policy encourages investment managers to direct 25% of their trades to Illinois-based broker/dealers who seek to obtain best price and execution at the

CSX. ISBI Staff is responsible for encouraging investment managers verbally and in writing to meet the goals set forth by the Board.

Please do not hesitate to contact me with questions or concerns regarding this matter.

Sincerely,

ILLINOIS STATE BOARD OF INVESTMENT

A handwritten signature in black ink, appearing to read 'W. Atwood', is written over the printed name.

William R. Atwood
Executive Director