

(C) THE STATE TREASURER IS AUTHORIZED TO ENTER INTO ARRANGEMENTS WITH 1 OR MORE DULY QUALIFIED BANKS OR TRUST COMPANIES FOR THE SAFE CUSTODY OF INVESTMENTS, FOR BANKING SERVICES, AND FOR ANY OTHER FUNCTION CONSIDERED NECESSARY TO PHYSICALLY SAFEGUARD ASSETS MANAGED BY THE BOARD OF TRUSTEES.

(D) ANY OF THE SECURITIES PURCHASED BY THE BOARD OF TRUSTEES MAY BE DEPOSITED IN VAULTS OR OTHER SAFE DEPOSITORIES OUTSIDE THE OFFICE OF THE STATE TREASURER, BOTH IN AND OUTSIDE THIS STATE. A SAFEKEEPING RECEIPT SHALL BE DELIVERED TO AND KEPT ON FILE BY THE BOARD OF TRUSTEES FOR ALL SECURITIES SO DEPOSITED. THE SAFEKEEPING RECEIPT SHALL DESCRIBE THE SECURITIES COVERED AND BE PAYABLE ON DEMAND, WITHOUT CONDITIONS, TO THE BOARD OF TRUSTEES OR TO ANY DESIGNATED FUND UNDER THE CONTROL OF THE BOARD OF TRUSTEES OR TO THE STATE TREASURER.

(12) (A) THE BOARD OF TRUSTEES SHALL REQUIRE THE EXTERNAL INVESTMENT MANAGER, FROM JULY 1, 1985 UNTIL JUNE 30, 1988, TO NOT MAKE ANY NEW INVESTMENTS FROM NET NEW FUNDS ALLOCATED TO THE MANAGERS IN ANY STOCK, SECURITY, OR OTHER OBLIGATION OF ANY COMPANY THAT DOES BUSINESS IN OR WITH THE REPUBLIC OF SOUTH AFRICA AND DOES NOT QUALIFY FOR EXEMPTION UNDER PARAGRAPH (B) OF THIS SUBSECTION.

(B) THE INVESTMENT PROHIBITION ESTABLISHED UNDER PARAGRAPH (A) OF THIS SUBSECTION DOES NOT APPLY TO ANY COMPANY IN THE CONDUCT OF ITS BUSINESS IN OR WITH THE REPUBLIC OF SOUTH AFRICA IF THE COMPANY IN THE CONDUCT OF ITS BUSINESS IN SOUTH AFRICA:

(1) HAS AGREED TO ABIDE BY THE FOLLOWING PRINCIPLES:

1. NONSEGREGATION OF THE RACES IN ALL EATING, COMFORT, AND WORK FACILITIES;

2. EQUAL AND FAIR EMPLOYMENT PRACTICES FOR ALL EMPLOYEES;

3. EQUAL PAY FOR ALL EMPLOYEES DOING EQUAL OR COMPARABLE WORK FOR THE SAME PERIOD OF TIME;

4. INITIATION AND DEVELOPMENT OF TRAINING PROGRAMS THAT WILL PREPARE SUBSTANTIAL NUMBERS OF BLACK AND OTHER NONWHITE PERSONS FOR SUPERVISORY, ADMINISTRATIVE, CLERICAL, AND TECHNICAL JOBS;

5. INCREASING THE NUMBER OF BLACKS, COLOUREDS, AND ASIANS IN MANAGEMENT AND SUPERVISORY POSITIONS; AND

6. IMPROVEMENT IN THE QUALITY OF EMPLOYEES' LIVES OUTSIDE THE WORK ENVIRONMENT INCLUDING, BUT NOT