

FUND POSITION STATEMENT

Summary of Fund Asset Allocation and Performance

Superannuation Fund Committee

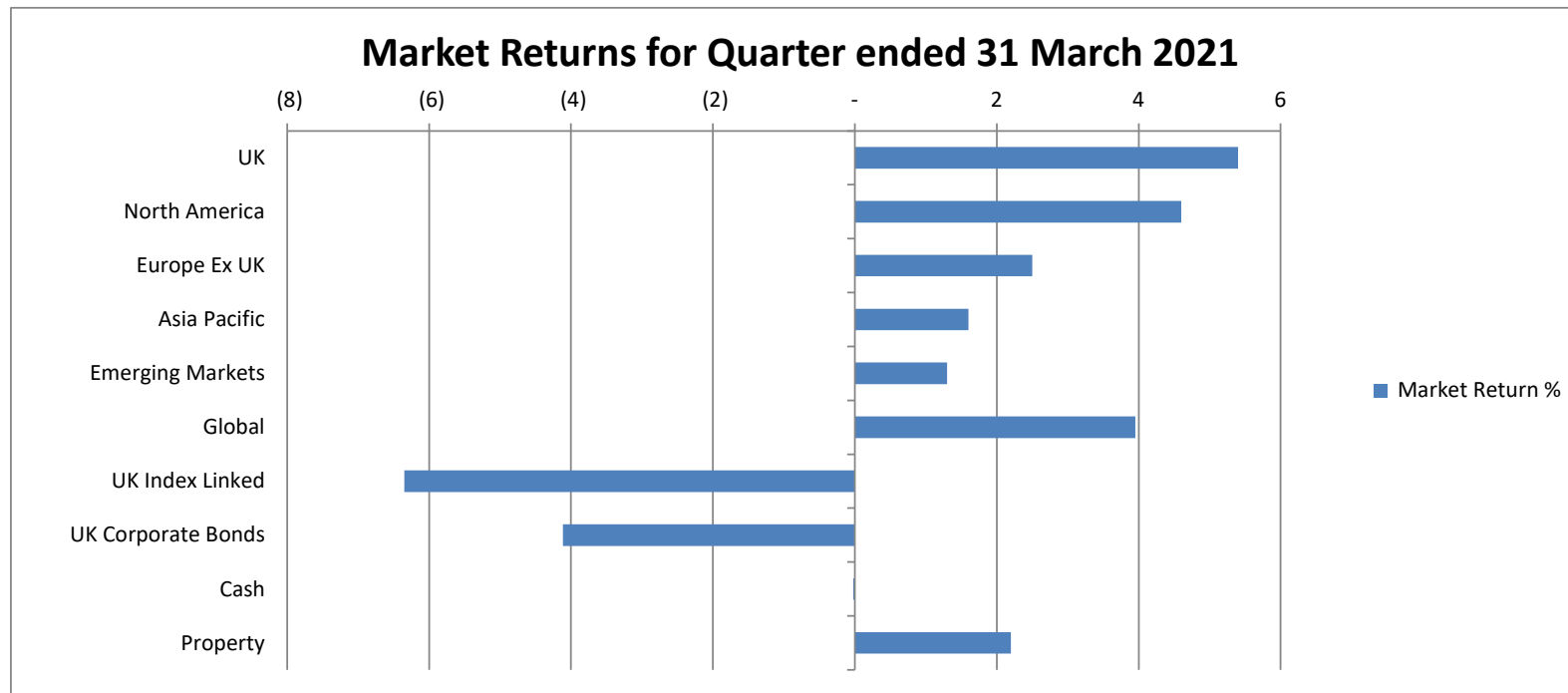
By: Chairman Superannuation Fund Committee
Corporate Director of Finance



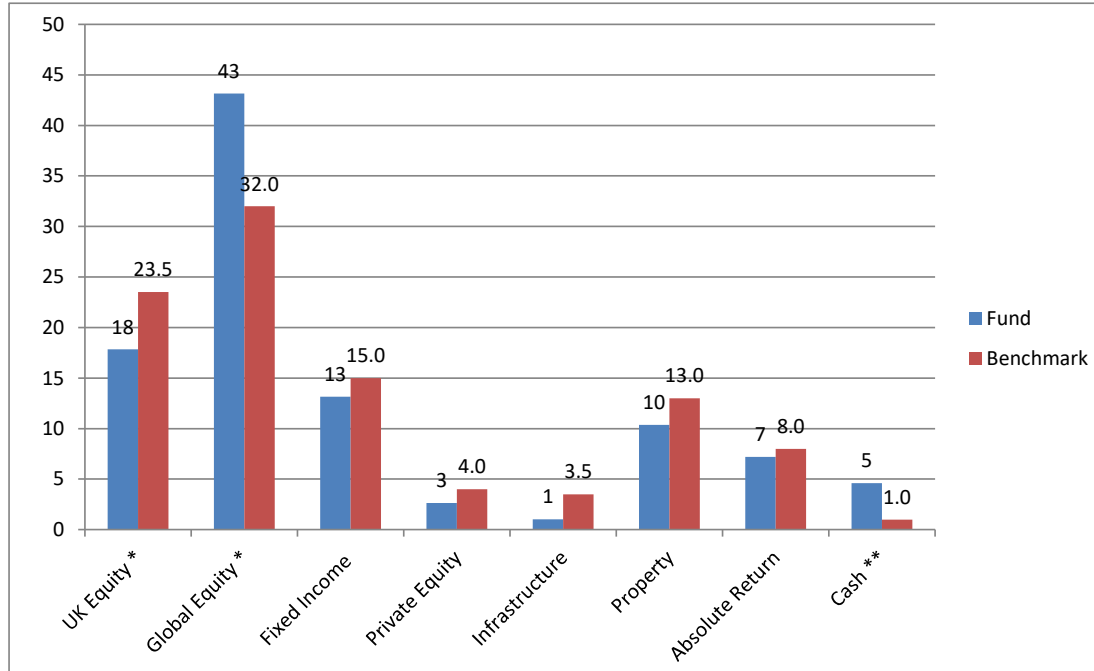
Kent County Council
Superannuation Fund Q4 2020-21

Alison Mings- Acting Business Partner -
Kent Pension Fund

Market Returns for Quarter ended 31 March 2021



Fund Asset Allocation vs Benchmark as at 31 March 2021

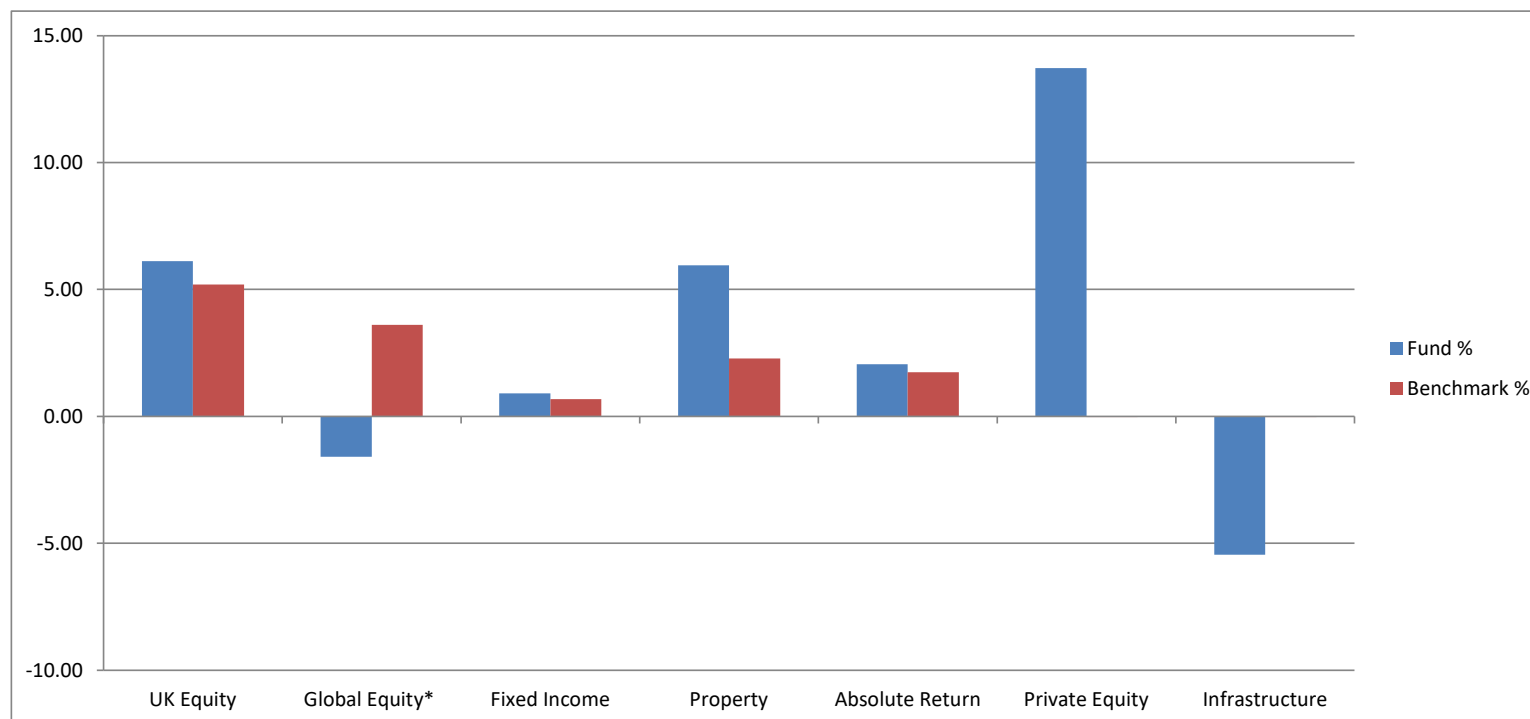


Asset Class	Fund		Benchmark	Over / (under) weight
	£m	%	%	%
UK Equity *	1,339	17.8	23.5	-5.7
Global Equity *	3,241	43.2	32	11.2
Fixed Income	989	13.2	15	-1.8
Private Equity	197	2.6	4	-1.4
Infrastructure	77	1.0	3.5	-2.5
Property	778	10.4	13	-2.6
Absolute Return	541	7.2	8	-0.8
Cash **	346	4.6	1	3.6
Total	7,508	100	100	

* Our synthetic equity exposure with Insight is included in UK and Global Equity

** £150m withdrawn from Baillie Gifford is included in Internally managed cash

Fund Asset Class Performance for Quarter ending 31 March 2021



Asset Class	Fund %	Benchmark %	Outperformance %
UK Equity	6.12	5.19	0.92
Global Equity*	-1.60	3.61	-5.20
Fixed Income	0.90	0.68	0.22
Property	5.95	2.28	3.67
Absolute Return	2.05	1.74	0.32
Private Equity	13.72	-0.02	13.74
Infrastructure	-5.45	-0.02	-5.42

*The impact of the equity protection program is included in Global Equity

Market Value Summary by Fund Manager as at 31 March 2021

Fund Manager	Asset Class	Market Value as at 31 December 2020 (£m)	Market Value as at 31 March 2021 (£m)	Change in Market Value (£m)	% of Total Fund 31 March 2021
Baillie Gifford - LF ACCESS Global Equity Core Fund *	Global Equity	1,865	1,709	-156	22.8%
Schroders - LF ACCESS UK Equity Fund	UK Equity	981	1,032	50	13.7%
Insight	Equity Protection Program	686	611	-75	8.1%
DTZ	Direct Property	460	493	33	6.6%
M&G - LF ACCESS Global Dividend Fund	Global Equity	429	444	14	5.9%
Goldman Sachs	Fixed Interest	420	417	-3	5.6%
Pyrford	Absolute Return	448	407	-41	5.4%
Sarasin	Global Equity	342	353	11	4.7%
Schroders GAV - LF ACCESS Global Active Value Fund	Global Equity	317	353	36	4.7%
Schroders	Fixed Interest	248	255	7	3.4%
M&G Alpha Opportunities	Fixed Interest	160	163	3	2.2%
CQS	Fixed Interest	155	158	3	2.1%
Harbourvest	Private Equity	138	150	12	2.0%
Fidelity	Pooled Property	130	135	6	1.8%
Ruffer - LF ACCESS Absolute Return Fund	Absolute Return	82	134	52	1.8%
Partners	Infrastructure	67	77	10	1.0%
Impax Environmental Markets	Global Equity	68	71	3	0.9%
M&G Residential Property	Pooled Property	65	65	0	0.9%
YFM	Private Equity	42	47	5	0.6%
Kames	Pooled Property	43	43	0	0.6%
DTZ Pooled Funds	Pooled Property	39	41	2	0.5%
Woodford	UK Equity	12	8	-4	0.1%
Internally managed cash *	Cash	181	342	161	4.6%
Total Kent Fund		7,381	7,508	-34	100.0%
Total investments in ACCESS pooled funds		3,675	3,671		
Percentage of the total Fund		50%	49%		

* £150m withdrawn from Baillie Gifford and transferred to M&G AO and CQS equally, this is included in Internally managed cash pending allocation of units on 1st April

Performance Returns as at 31 March 2021

	Quarter		1 Year		3 Year (p.a.)	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
Total Fund *	1.53	2.81	31.52	18.93	9.09	6.28
UK Equity						
Schroders - LF ACCESS UK Equity Fund	5.12	5.36	33.93	24.32	4.84	2.28
Woodford	-33.72	5.19	-43.71	26.71	-29.36	3.19
Global Equity						
Baillie Gifford - LF ACCESS Global Equity Core Fund	-0.37	3.10	77.00	35.10	26.04	7.36
Sarasin	3.13	3.61	43.19	38.94	15.30	12.70
Schroders - LF ACCESS Global Active Value Fund	11.33	3.61	42.64	38.94	8.42	12.70
Impax	3.79	3.61	64.74	38.94	16.75	12.70
M&G - LF ACCESS Global Dividend Fund	3.32	3.61	48.36	38.94	11.80	12.70
Fixed Interest						
Goldman Sachs	-0.83	0.86	13.10	3.50	4.21	3.50
Schroders Fixed Interest	2.53	0.00	17.56	0.36	0.77	0.79
CQS	2.06	0.99	24.97	4.36	--	--
M&G Alpha Opportunities	1.80	0.99	17.48	4.36	--	--
Property						
DTZ	7.47	2.28	4.57	2.83	4.35	2.85
Fidelity	4.55	2.20	2.39	2.46	3.38	2.42
Kames	1.27	2.20	-1.66	2.46	1.02	2.42
M&G Property	0.24	2.20	-0.02	2.46	2.88	2.42
Private Equity						
Harbourvest	11.83	-0.02	32.33	-0.07	24.74	0.33
YFM	19.84	-0.02	43.63	-0.07	24.32	0.33
Infrastructure						
Partners	-5.45	-0.02	-4.32	-0.07	0.06	0.33
Absolute Return						
Pyrford	0.92	1.74	8.88	6.48	3.33	7.19
Ruffer - LF ACCESS Absolute Return Fund	8.30	1.74	25.03	6.48	--	--

* The total fund return includes the impact of the equity protection program, a separate report detailing the performance of the program is covered in a separate report

Fund Manager Benchmarks and Performance Targets

Asset Class / Manager	Performance Benchmark	Performance Target
UK Equities:		
Schroders - LF ACCESS UK Equity Fund	Customised	+1.5% pa over rolling 3 years
Woodford	FTSE All Share	Unconstrained
Global Equities:		
Baillie Gifford - LF ACCESS Global Equity Core Fund	Customised	+1.5% pa over rolling 3 years
Sarasin	MSCI AC World Index NDR	+2.5% over rolling 3 - 5 years
M&G - LF ACCESS Global Dividend Fund	MSCI AC World Index GDR	+3% pa
Schroders - LF ACCESS Global Active Value Fund	MSCI AC World Index NDR	+3% - 4% pa over rolling 3 years
Impax	MSCI AC World Index NDR	+2% pa over rolling 3 years
Fixed Income:		
Schroders Fixed Interest	3 months Sterling Libor	+4% pa over a full market cycle
Goldman Sachs	+3.5% Absolute	+6% Absolute
CQS	Libor + 4%	
M&G Alpha Opportunities	Libor + 4%	
Property:		
DTZ	IPD Pension Fund Index	≥ 3 year rolling average of benchmark returns
Fidelity	IPD UK PF Property Fund Index	
Kames	IPD UK PF Property Fund Index	
M&G Property	IPD UK PF Property Fund Index	
Alternatives: (Cash / Other Assets)		
Private Equity – YFM	GBP 7 Day LIBID	
Private Equity – HarbourVest	GBP 7 Day LIBID	
Infrastructure – Partners Group	GBP 7 Day LIBID	
Absolute Return – Pyrford	Retail Price Index (RPI)	RPI + 5%
Ruffer - LF ACCESS Absolute Return Fund	Retail Price Index (RPI)	
Internally managed cash – KCC Treasury and Investments team	GBP 7 Day LIBID	

Fund Structure as at 31 March 2021

UK Equities	Global Equities	Fixed Interest	Property	Cash/Alternatives
Schroders +1.5% £1,032 m	Baillie Gifford +1.5% £1,709 m	Goldman Sachs +6.0% Abs. £417 m	DTZ Property £534 m	Internally managed Cash £342 m
Woodford £8 m	M&G +3.0% £444 m	Schroders +4.0% £255 m	Fidelity Property £135 m	Partners Infrastructure £77 m
	Schroders +3.0% - +4% £353 m	CQS £158 m	Kames Property £43 m	YFM Private Equity £47 m
	Impax +2.0% £71 m	M&G Alpha Opps £163 m	M&G Property £65 m	HarbourVest Private Equity £150 m
	Sarasin +2.5% £353 m			Pyrford Abs. Return RPI + 5% £407 m
	Insight Equity Protection £611 m			Ruffer Abs. Return RPI £134 m
			Total Fund £7.5 bn	ACCESS fund