

# FUND POSITION STATEMENT

## Summary of Fund Asset Allocation and Performance

### Pension Fund Committee

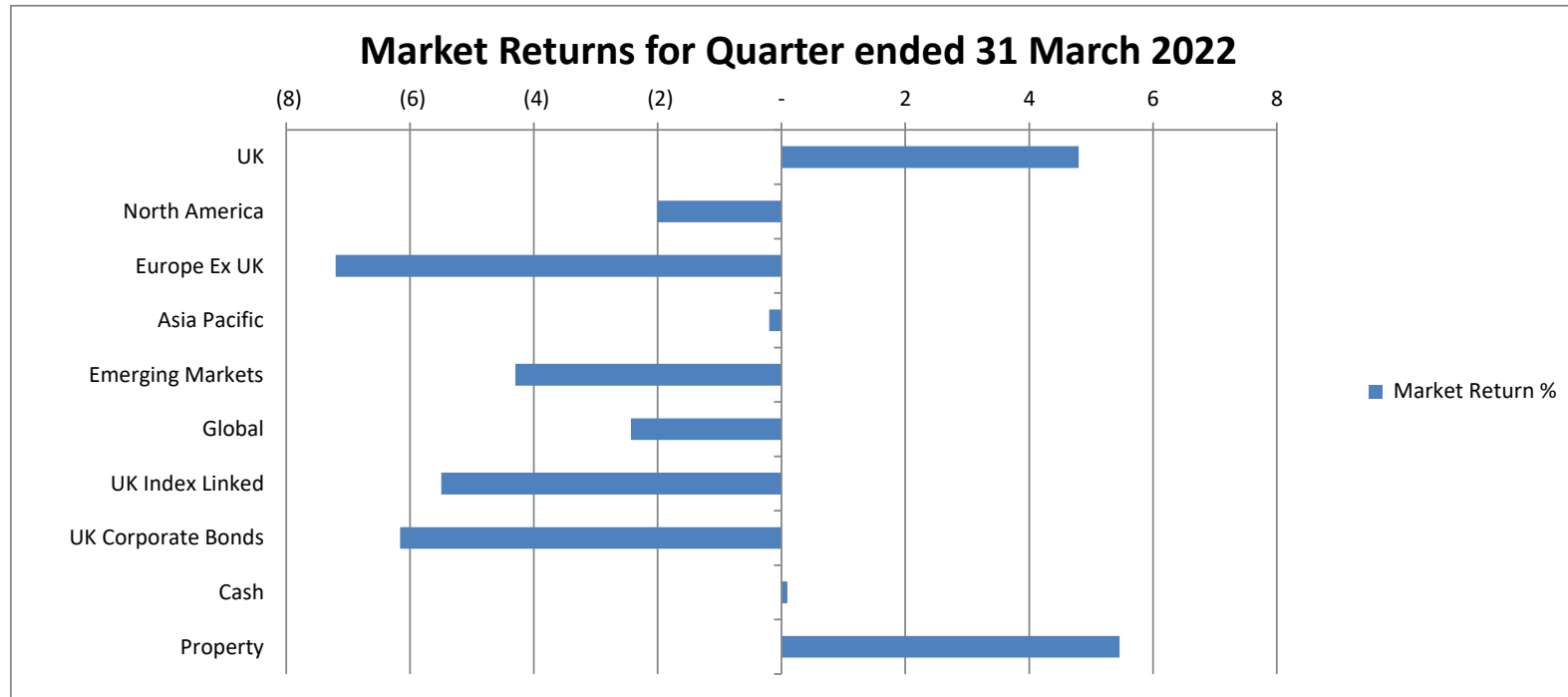
**By: Chairman Pension Fund Committee**  
Corporate Director of Finance



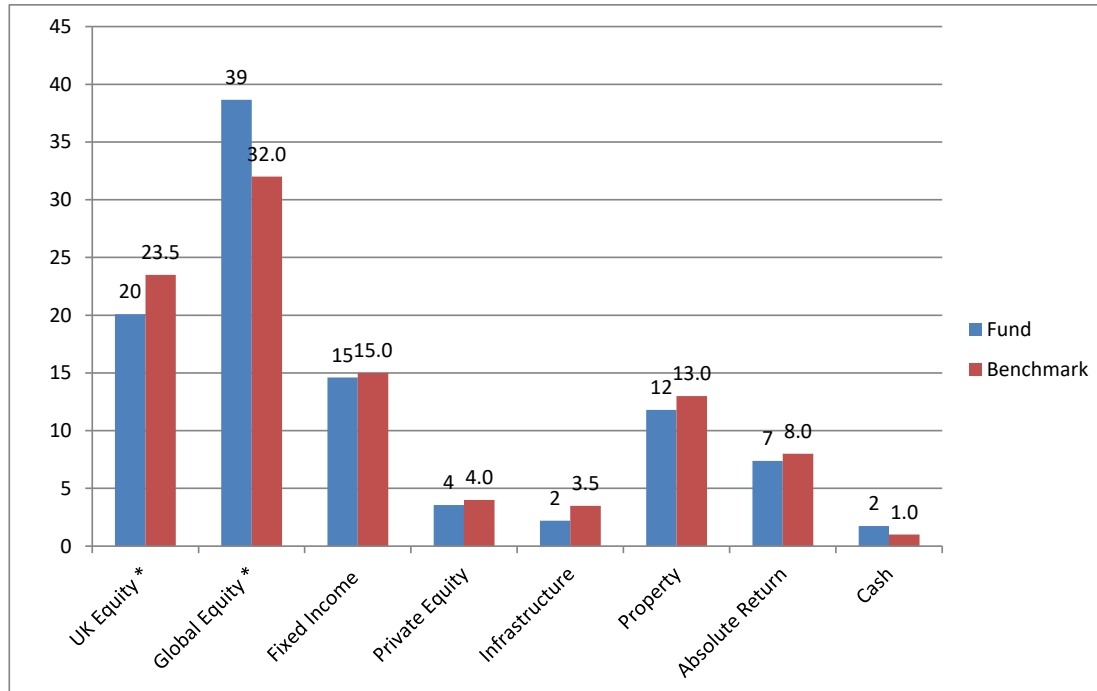
Kent County Council  
Pension Fund Q4 2021-22

Katherine Gray- Principal Accountant

## Market Returns for Quarter ended 31 March 2022



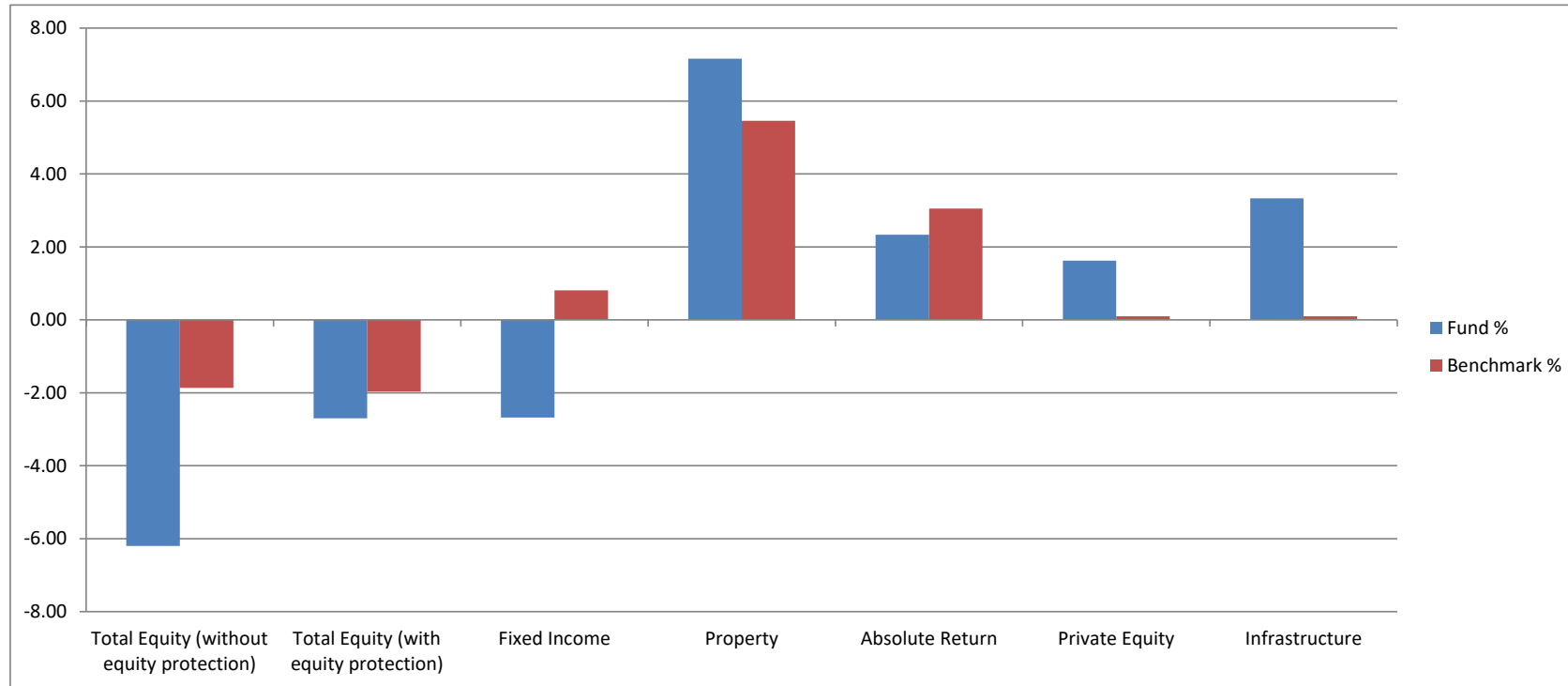
## Fund Asset Allocation vs Benchmark as at 31 March 2022



Asset Class	Fund		Benchmark	Over / (under) weight
	£m	%	%	%
UK Equity *	1,541	20.1	23.5	-3.4
Global Equity *	2,966	38.6	32	6.6
Fixed Income	1,121	14.6	15	-0.4
Private Equity	273	3.6	4	-0.4
Infrastructure	168	2.2	3.5	-1.3
Property	905	11.8	13	-1.2
Absolute Return	567	7.4	8	-0.6
Cash	134	1.7	1	0.7
<b>Total</b>	<b>7,674</b>	<b>100</b>	<b>100</b>	

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

## Fund Asset Class Performance for Quarter ending 31 March 2022



Asset Class	Fund %	Benchmark %	Outperformance %
Total Equity (without equity protection)	-6.20	-1.87	-4.34
Total Equity (with equity protection)	-2.70	-1.97	-0.73
Fixed Income	-2.68	0.81	-3.49
Property	7.16	5.46	1.70
Absolute Return	2.33	3.05	-0.72
Private Equity	1.63	0.10	1.53
Infrastructure	3.33	0.10	3.23

## Market Value Summary by Fund Manager as at 31 March 2022

Fund Manager	Asset Class	Market Value as at 31 December 2021 (£m)	Market Value as at 31 March 2022 (£m)	Change in Market Value (£m)	% of Total Fund 31 March 2022
Baillie Gifford - LF ACCESS Global Equity Core Fund	Global Equity	1,475	1,190	-286	15.5%
Schroders - LF ACCESS UK Equity Fund	UK Equity	1,114	1,143	29	14.9%
Insight	Equity Protection Program	670	791	121	10.3%
DTZ	Direct Property	538	578	40	7.5%
M&G - LF ACCESS Global Dividend Fund	Global Equity	493	518	24	6.7%
Goldman Sachs	Fixed Interest	423	401	-21	5.2%
Schroders GAV - LF ACCESS Global Active Value Fund	Global Equity	394	401	8	5.2%
Sarasin	Global Equity	395	381	-14	5.0%
Pyrford	Absolute Return	370	376	6	4.9%
Schroders	Fixed Interest	249	243	-6	3.2%
M&G Alpha Opportunities	Fixed Interest	242	240	-2	3.1%
CQS	Fixed Interest	240	238	-2	3.1%
Harbourvest	Private Equity	204	217	13	2.8%
Ruffer - LF ACCESS Absolute Return Fund	Absolute Return	184	191	7	2.5%
Partners	Infrastructure	135	168	33	2.2%
Fidelity	Pooled Property	159	165	7	2.2%
Impax Environmental Markets	Global Equity	81	75	-7	1.0%
M&G Residential Property	Pooled Property	67	68	1	0.9%
YFM	Private Equity	57	56	-1	0.7%
DTZ Pooled Funds	Pooled Property	46	50	4	0.7%
Aegon (Kames)	Pooled Property	43	43	1	0.6%
Woodford	UK Equity	9	8	-1	0.1%
Internally managed cash	Cash	167	132	-35	1.7%
<b>Total Kent Fund</b>		<b>7,755</b>	<b>7,674</b>	<b>-81</b>	<b>100.0%</b>
<b>Total investments in ACCESS pooled funds</b>		<b>3,675</b>	<b>3,442</b>		
<b>Percentage of the total Fund</b>		<b>47%</b>	<b>45%</b>		

## Performance Returns as at 31 March 2022

	Quarter		1 Year		3 Year (p.a.)	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
<b>Total Fund *</b>	-0.94	0.26	2.26	11.19	7.43	7.63
<b>UK Equity</b>						
Schroders - LF ACCESS UK Equity Fund	2.62	1.67	10.79	14.51	6.07	4.70
Woodford	-10.97	0.49	1.45	13.03	-27.71	5.31
<b>Global Equity</b>						
Baillie Gifford - LF ACCESS Global Equity Core Fund	-19.37	-2.99	-16.29	8.76	14.28	10.53
Sarasin	-3.43	-2.64	8.06	12.42	14.50	13.36
Schroders - LF ACCESS Global Active Value Fund	1.94	-2.64	13.65	12.42	11.19	13.36
Impax	-8.24	-2.64	5.12	12.42	16.02	13.36
M&G - LF ACCESS Global Dividend Fund	4.95	-2.64	16.74	12.42	13.09	13.36
<b>Fixed Interest</b>						
Goldman Sachs	-5.08	0.86	-3.73	3.50	1.41	3.50
Schroders Fixed Interest	-2.38	0.12	-4.75	0.20	0.00	0.50
CQS	-0.84	1.11	2.40	4.20	--	--
M&G Alpha Opportunities	-0.63	1.11	0.90	4.20	--	--
<b>Property</b>						
DTZ	8.10	5.46	22.12	23.72	8.99	8.46
Fidelity	4.18	5.46	21.99	23.72	8.03	8.46
Aegon (Kames)	13.34	5.46	16.27	23.72	4.03	8.46
M&G Property	2.47	5.46	4.28	23.72	1.66	8.46
<b>Private Equity</b>						
Harbourvest	2.58	0.10	41.51	0.04	30.37	0.17
YFM	-1.87	0.10	39.30	0.04	24.80	0.17
<b>Infrastructure</b>						
Partners	3.33	0.10	4.60	0.04	-1.77	0.17
<b>Absolute Return</b>						
Pyrford	1.60	3.05	4.31	14.01	3.57	9.33
Ruffer - LF ACCESS Absolute Return Fund	3.80	3.05	5.45	14.01	12.63	9.33

\* The total fund return includes the impact of the equity protection program, a separate report detailing the performance of the program is provided as a separate report

## Fund Manager Benchmarks and Performance Targets

Asset Class / Manager	Performance Benchmark	Performance Target
<b>UK Equities:</b>		
Schroders - LF ACCESS UK Equity Fund	Customised	+1.5% pa over rolling 3 years
Woodford	FTSE All Share	Unconstrained
<b>Global Equities:</b>		
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
<b>Fixed Income:</b>		
Schroders Fixed Interest	ICE BofA Sterling 3 month Gov Bill Index	+4% pa over a full market cycle
Goldman Sachs	+3.5% Absolute	+6% Absolute
CQS	ICE BofA Sterling 3 month Gov Bill Index + 4%	
M&G Alpha Opportunities	ICE BofA Sterling 3 month Gov Bill Index + 4%	
<b>Property:</b>		
DTZ	IPD Pension Fund Index	≥ 3 year rolling average of benchmark returns
Fidelity	IPD UK PF Property Fund Index	
Aegon (Kames)	IPD UK PF Property Fund Index	
M&G Property	IPD UK PF Property Fund Index	
<b>Alternatives: (Cash / Other Assets)</b>		
Private Equity – YFM	SONIA	
Private Equity – HarbourVest	SONIA	
Infrastructure – Partners Group	SONIA	
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	SONIA	

