

# FUND POSITION STATEMENT

## Summary of Fund Asset Allocation and Performance

### Pension Fund Committee

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

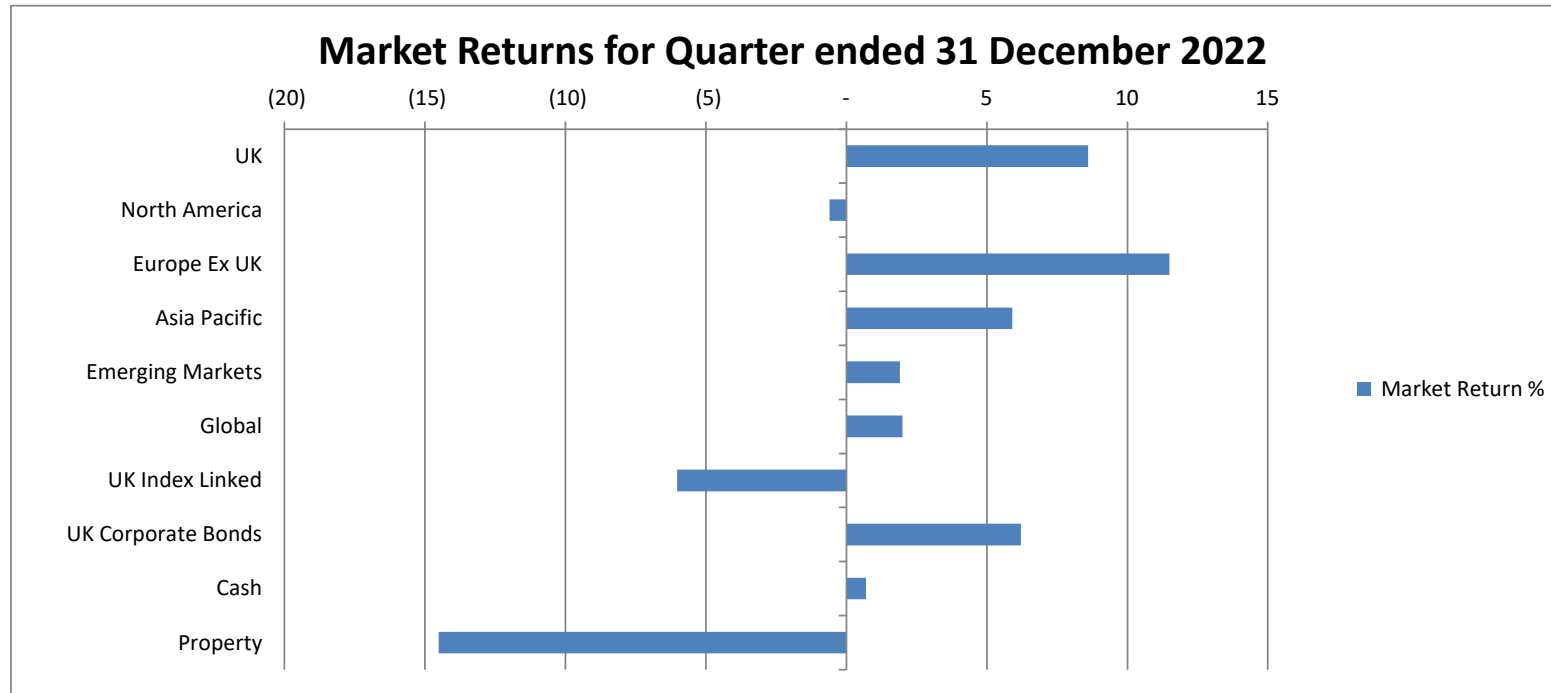


Kent Pension Fund

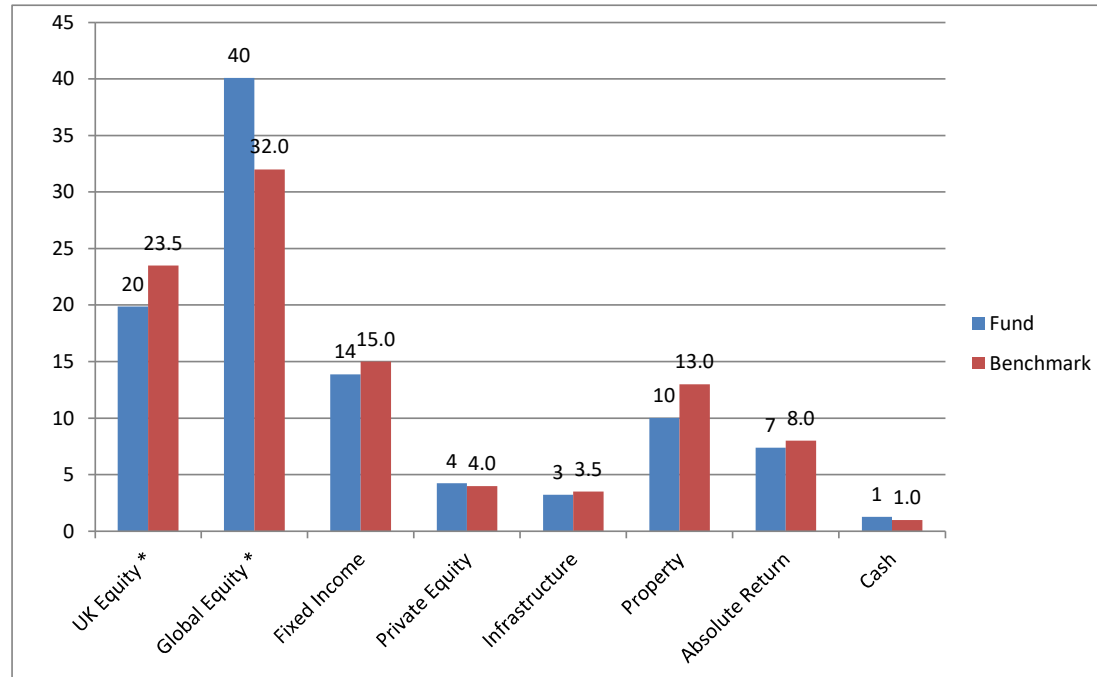
Q3 2022-23

Katherine Gray- Principal Accountant

## Market Returns for Quarter ended 31 December 2022



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



Asset Class	Fund		Benchmark	Over / (under) weight
	£m	%	%	%
UK Equity *	1,539	19.9	23.5	-3.6
Global Equity *	3,102	40.1	32	8.1
Fixed Income	1,074	13.9	15	-1.1
Private Equity	328	4.2	4	0.2
Infrastructure	249	3.2	3.5	-0.3
Property	776	10.0	13	-3.0
Absolute Return	571	7.4	8	-0.6
Cash	99	1.3	1	0.3
<b>Total</b>	<b>7,737</b>	<b>100</b>	<b>100</b>	

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

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



Asset Class	Fund %	Benchmark %	Outperformance %
Total Equity (without equity protection)	5.88	5.13	0.74
Total Equity (with equity protection)	3.51	5.13	-1.62
Fixed Income	2.86	1.27	1.59
Property	-12.10	-14.51	2.41
Absolute Return	2.49	4.69	-2.19
Private Equity	-5.52	0.70	-6.22
Infrastructure	4.54	0.70	3.84

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

Fund Manager	Asset Class	Market Value as at 30 September 2022 (£m)	Market Value as at 31 December 2022 (£m)	Change in Market Value (£m)	% of Total Fund 31 December 2022
Insight	Equity Protection Program	1,194	1,158	-36	15.0%
Schroders - LF ACCESS UK Equity Fund	UK Equity	1,042	1,146	104	14.8%
Baillie Gifford - LF ACCESS Global Equity Core Fund	Global Equity	971	987	16	12.8%
M&G - LF ACCESS Global Dividend Fund	Global Equity	475	517	42	6.7%
DTZ	Direct Property	566	493	-73	6.4%
Schroders GAV - LF ACCESS Global Active Value Fund	Global Equity	383	400	18	5.2%
Pyrford	Absolute Return	365	377	12	4.9%
Goldman Sachs	Fixed Interest	362	376	14	4.9%
Sarasin	Global Equity	347	360	13	4.7%
Harbourvest	Private Equity	282	259	-23	3.4%
Partners	Infrastructure	209	249	39	3.2%
M&G Alpha Opportunities	Fixed Interest	231	241	10	3.1%
Schroders	Fixed Interest	237	238	1	3.1%
CQS	Fixed Interest	216	221	6	2.9%
Ruffer - LF ACCESS Absolute Return Fund	Absolute Return	192	194	2	2.5%
Fidelity	Pooled Property	168	143	-25	1.8%
Impax Environmental Markets	Global Equity	68	70	2	0.9%
M&G Residential Property	Pooled Property	70	69	-1	0.9%
YFM	Private Equity	64	68	5	0.9%
DTZ Pooled Funds	Pooled Property	48	39	-10	0.5%
Aegon (Kames)	Pooled Property	40	32	-8	0.4%
Woodford	UK Equity	5	4	-2	0.0%
Internally managed cash	Cash	107	96	-10	1.2%
<b>Total Kent Fund</b>		<b>7,643</b>	<b>7,737</b>	<b>94</b>	<b>100.0%</b>

**Total investments in ACCESS pooled funds**

**3,062**

**3,244**

**Percentage of the total Fund**

**40%**

**42%**

## Performance Returns as at 31 December 2022

	Quarter		1 Year		3 Year (p.a.)	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
<b>Total Fund *</b>	1.12	1.27	-0.31	-1.99	5.30	4.62
<b>UK Equity</b>						
Schroders - LF ACCESS UK Equity Fund	10.00	8.80	2.88	1.61	2.87	2.08
Woodford	-6.88	8.90	-47.26	0.34	-33.74	2.30
<b>Global Equity</b>						
Baillie Gifford - LF ACCESS Global Equity Core Fund	1.63	5.45	-33.10	-5.93	2.79	5.91
Sarasin	3.64	1.86	-8.87	-8.08	6.92	7.40
Schroders - LF ACCESS Global Active Value Fund	4.57	1.86	1.75	-8.08	8.51	7.40
Impax	2.43	1.86	-14.14	-8.08	8.85	7.40
M&G - LF ACCESS Global Dividend Fund	8.83	1.86	4.69	-8.08	10.18	7.40
<b>Fixed Interest</b>						
Goldman Sachs	3.77	0.86	-11.10	3.50	-2.40	3.50
Schroders Fixed Interest	0.25	0.85	-4.58	1.33	-2.09	0.68
CQS	2.56	1.81	-7.91	5.34	--	--
M&G Alpha Opportunities	4.39	1.81	-0.02	5.34	--	--
<b>Property</b>						
DTZ	-12.59	-14.51	-6.51	-10.39	3.94	2.17
Fidelity	-15.15	-14.51	-10.02	-10.39	2.27	2.17
Aegon (Kames)	-10.52	-14.51	4.68	-10.39	1.23	2.17
M&G Property	-1.62	-14.51	3.99	-10.39	2.11	2.17
<b>Private Equity</b>						
Harbourvest	-7.10	0.70	15.53	1.42	28.98	0.47
YFM	1.42	0.70	10.65	1.42	24.15	0.47
<b>Infrastructure</b>						
Partners	4.54	0.70	19.10	1.42	2.74	0.47
<b>Absolute Return</b>						
Pyrford	3.16	4.69	1.75	18.44	2.68	12.28
Ruffer - LF ACCESS Absolute Return Fund	1.21	4.69	5.45	18.44	9.91	12.28

\* 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	

