

FUND POSITION STATEMENT

Summary of Fund Asset Allocation and Performance

Pension Fund Committee

By: Chairman Pension Fund Committee
Corporate Director of Finance

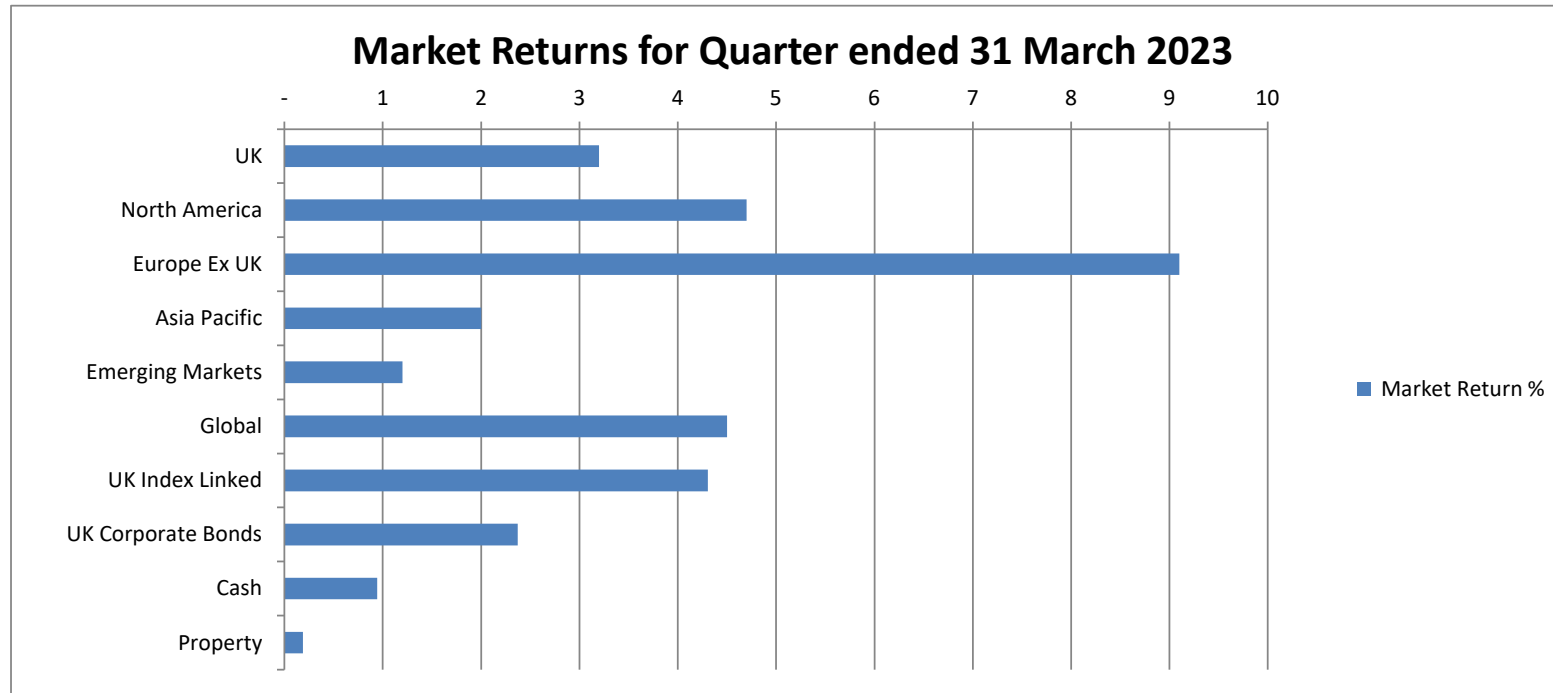


Kent Pension Fund

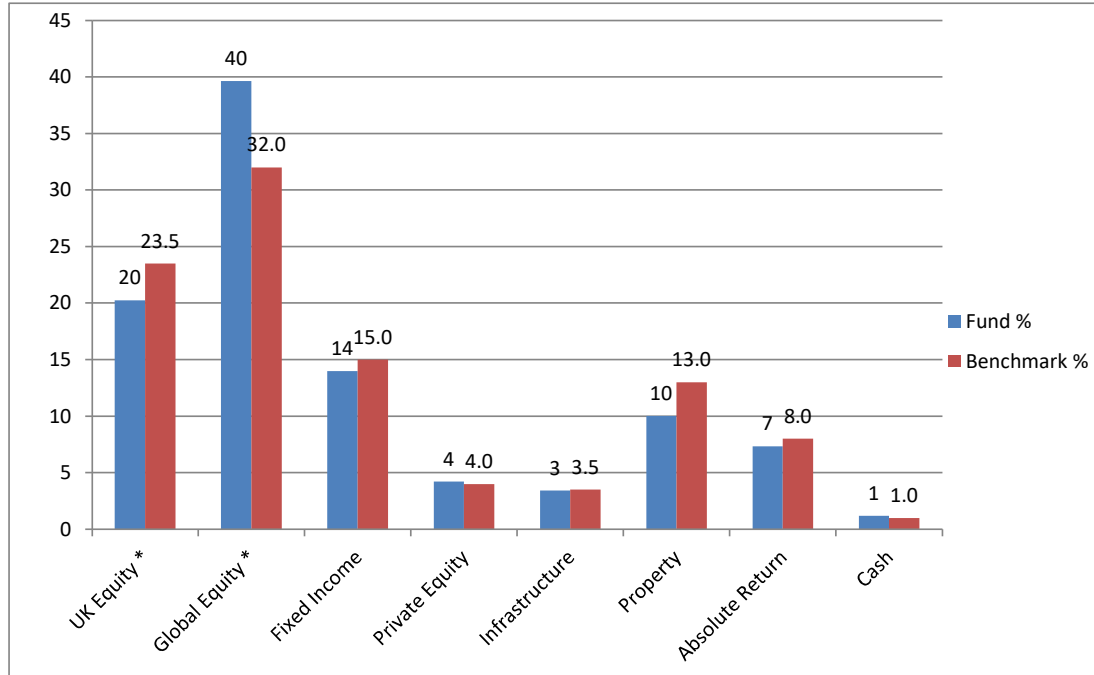
Q4 2022-23

Katherine Gray- Principal Accountant

Market Returns for Quarter ended 31 March 2023



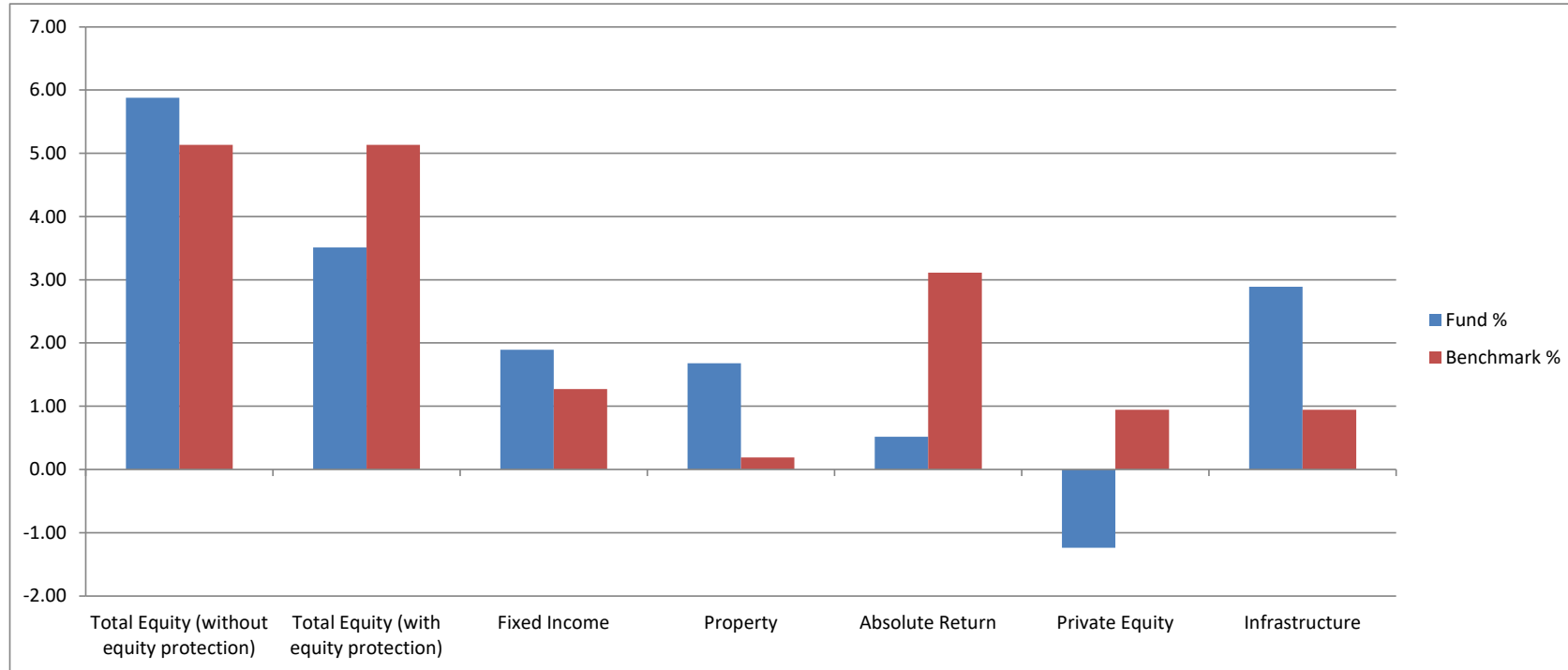
Fund Asset Allocation vs Benchmark as at 31 March 2023



Asset Class	Fund		Benchmark	Over / (under) weight
	£m	%	%	%
UK Equity *	1,584	20.2	23.5	-3.3
Global Equity *	3,103	39.6	32	7.6
Fixed Income	1,094	14.0	15	-1.0
Private Equity	330	4.2	4	0.2
Infrastructure	267	3.4	3.5	-0.1
Property	784	10.0	13	-3.0
Absolute Return	574	7.3	8	-0.7
Cash	93	1.2	1	0.2
Total	7,828	100	100	

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

Fund Asset Class Performance for Quarter ending 31 March 2023



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	1.89	1.27	0.62
Property	1.68	0.19	1.49
Absolute Return	0.52	3.11	-2.60
Private Equity	-1.24	0.94	-2.18
Infrastructure	2.89	0.94	1.94

Market Value Summary by Fund Manager as at 31 March 2023

Fund Manager	Asset Class	Market Value as at 31 December 2022 (£m)	Market Value as at 31 March 2023 (£m)	Change in Market Value (£m)	% of Total Fund 31 March 2023
Schroders - LF ACCESS UK Equity Fund	UK Equity	1,146	1,184	39	15.1%
Baillie Gifford - LF ACCESS Global Equity Core Fund	Global Equity	987	1,071	84	13.7%
Insight	Equity Protection Program	1,158	1,040	-118	13.3%
M&G - LF ACCESS Global Dividend Fund	Global Equity	517	536	19	6.8%
DTZ	Direct Property	493	502	8	6.4%
Schroders GAV - LF ACCESS Global Active Value Fund	Global Equity	400	405	5	5.2%
Goldman Sachs	Fixed Interest	376	386	10	4.9%
Pyrford	Absolute Return	377	382	6	4.9%
Sarasin	Global Equity	360	375	15	4.8%
Partners	Infrastructure	249	267	18	3.4%
Harbourvest	Private Equity	259	255	-4	3.3%
M&G Alpha Opportunities	Fixed Interest	241	246	4	3.1%
Schroders	Fixed Interest	238	239	1	3.1%
CQS	Fixed Interest	221	226	5	2.9%
Ruffer - LF ACCESS Absolute Return Fund	Absolute Return	194	192	-3	2.4%
Fidelity	Pooled Property	143	143	0	1.8%
YFM	Private Equity	68	75	7	1.0%
Impax Environmental Markets	Global Equity	70	73	3	0.9%
M&G Residential Property	Pooled Property	69	69	0	0.9%
DTZ Pooled Funds	Pooled Property	39	39	0	0.5%
Aegon (Kames)	Pooled Property	32	32	0	0.4%
Woodford	UK Equity	4	3	-1	0.0%
Internally managed cash	Cash	96	90	-6	1.2%
Total Kent Fund		7,737	7,829	92	100.0%

Total investments in ACCESS pooled funds

3,244

3,388

Percentage of the total Fund

42%

43%

Performance Returns as at 31 March 2023

	Quarter		1 Year		3 Year (p.a.)	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
Total Fund *	1.12	2.64	1.44	0.33	11.03	9.88
UK Equity						
Schroders - LF ACCESS UK Equity Fund	3.37	3.02	3.63	2.95	15.42	13.59
Woodford	-21.71	3.08	-53.63	2.92	-35.78	13.81
Global Equity						
Baillie Gifford - LF ACCESS Global Equity Core Fund	8.53	4.73	-9.95	1.56	10.05	14.27
Sarasin	4.27	4.39	-1.60	-1.43	15.04	15.47
Schroders - LF ACCESS Global Active Value Fund	1.15	4.39	0.97	-1.43	17.63	15.47
Impax	4.42	4.39	-2.29	-1.43	19.16	15.47
M&G - LF ACCESS Global Dividend Fund	3.77	4.39	3.52	-1.43	21.49	15.47
Fixed Interest						
Goldman Sachs	2.65	0.86	-3.86	3.50	1.53	3.50
Schroders Fixed Interest	0.60	0.84	-1.67	2.06	3.26	0.87
CQS	2.17	1.82	-5.13	6.08	6.68	4.88
M&G Alpha Opportunities	1.73	1.82	2.35	6.08	6.66	4.88
Property						
DTZ	2.47	0.19	-11.37	-14.87	4.21	2.69
Fidelity	0.25	0.19	-13.42	-14.87	2.64	2.69
Aegon (Kames)	0.02	0.19	-7.63	-14.87	1.84	2.69
M&G Property	-0.70	0.19	0.78	-14.87	1.66	2.69
Private Equity						
Harbourvest	-3.45	0.94	0.98	2.27	26.75	0.74
YFM	7.17	0.94	18.62	2.27	34.22	0.74
Infrastructure						
Partners	2.84	0.94	13.69	2.27	5.86	0.74
Absolute Return						
Pyrford	1.47	3.11	1.61	18.51	4.89	12.89
Ruffer - LF ACCESS Absolute Return Fund	-1.33	3.11	0.24	18.51	9.61	12.89

* The total fund return includes the impact of the equity protection program

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	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%	
Property:		
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	
Alternatives: (Cash / Other Assets)		
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	

Fund Structure as at 31 March 2023

UK Equities	Global Equities	Fixed Interest	Property	Cash/Alternatives
Schroders +1.5% £1,184 m	Baillie Gifford +1.5% £1,071 m	Goldman Sachs +6.0% Abs. £386 m	DTZ Property £540 m	Internally managed Cash £90 m
Woodford £3 m	M&G +3.0% £536 m	Schroders +4.0% £239 m	Fidelity Property £143 m	Partners Infrastructure £267 m
	Schroders +3.0% - +4% £405 m	CQS £226 m	Aegon(Kames) Property £32 m	YFM Private Equity £75 m
	Impax +2.0% £73 m	M&G Alpha Opps £246 m	M&G Property £69 m	HarbourVest Private Equity £255 m
	Sarasin +2.5% £375 m			Pyrford Abs. Return RPI + 5% £382 m
	Insight Equity Protection £1,040 m			Ruffer Abs. Return RPI £192 m
			Total Fund £7.8 bn	ACCESS fund