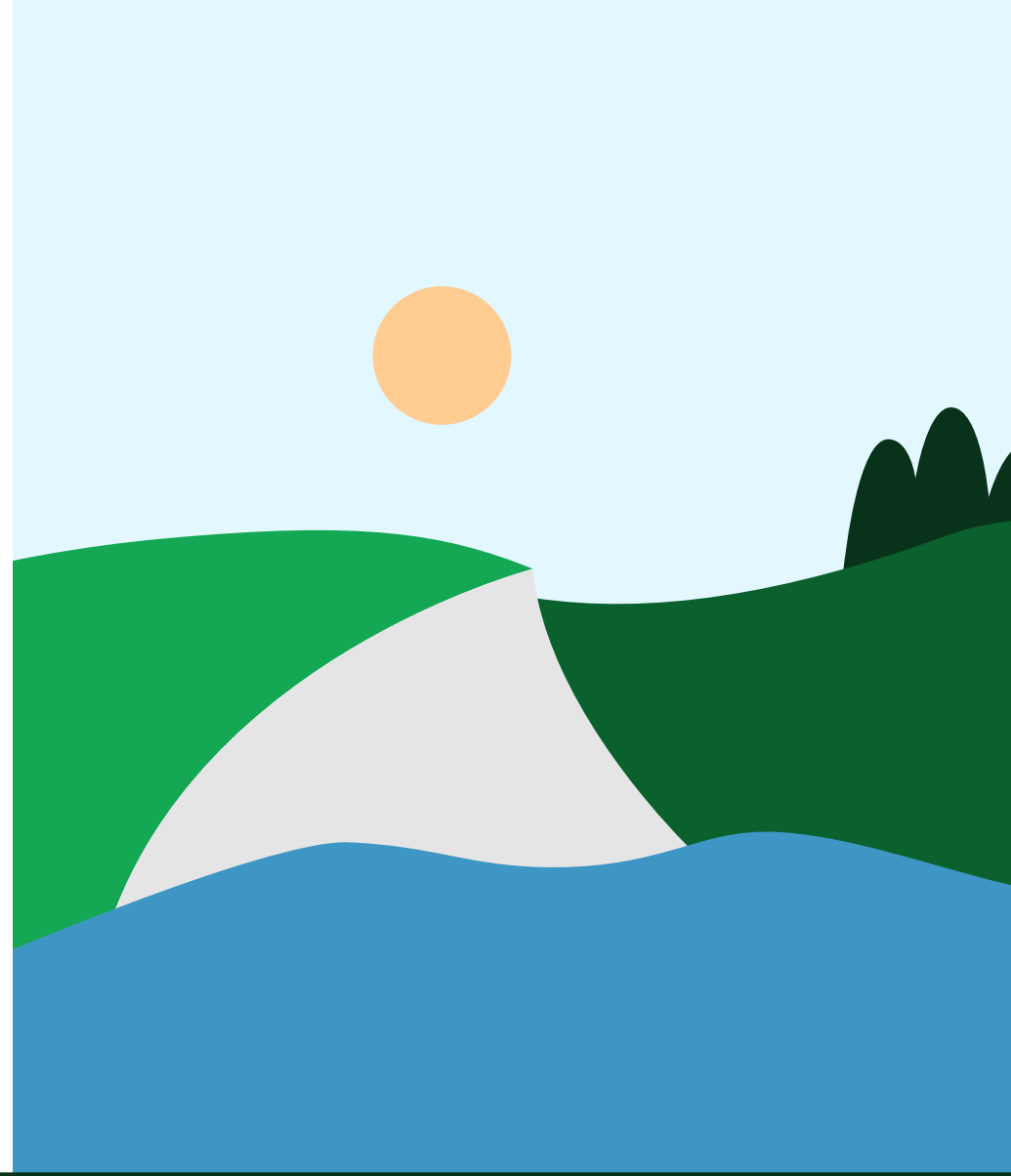


Kent Pension Fund
Q1 2026 Fund Performance

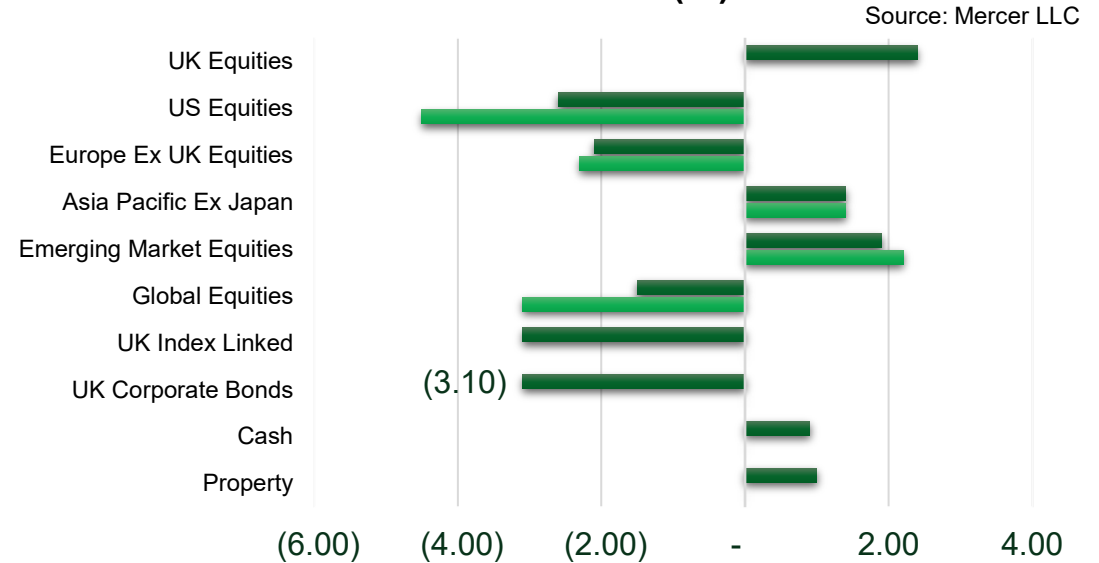


Market Commentary

- In the first quarter of 2026, economic optimism was offset by geopolitical tensions between US and Iran. Escalation of the war led to a sharp spike in energy prices, which increased inflation expectations and stoked fears of other second-round effects. This translated to a hawkish repricing of central banks' interest rates, who are now signalling they will hike or hold rates in 2026. In Q1, all developed market ("DM") central banks left their key policy rates unchanged, with the US Federal Reserve ("Fed") expected to be on hold for the remainder of the year. Post the March policy meetings, markets had priced in around 70 basis points ("bps") of rate hikes for both the European Central Bank ("ECB") and Bank of England ("BOE"). Prior to the war, the market was pricing in 50-75bps rate cuts by the BOE and Fed. Overall, equity markets ended lower across DMs and bond yields moved higher across the curve.
- US real GDP rose 0.5% (q/q saar) in Q4 2025, down from the Q3 estimate of 4.4%. Headline US inflation increased to 3.3% in March 2026 from 2.7% in December 2025. Core inflation was at 2.6% in March, unchanged from 2.6% at the end of December. The Fed, at its March meeting decided to keep the Federal funds rate to 3.5%-3.75%. In the Summary of Economic Projections, the median projection showed one 25bps cut each in 2026 and 2027.
- In Q4 2025, seasonally adjusted GDP increased by 0.3% (q/q) in the euro area. The ECB kept interest rates unchanged in its March meeting, maintaining the deposit rate at 2.0%. Headline inflation in the eurozone rose to 2.5% in March, from 2% in December. Policymakers highlighted that the Middle East war has significantly increased uncertainty, creating upside risks for inflation and downside risks for growth.
- The UK economy grew by 0.1% (q/q) in Q4 2025 in line with Q3 2025. Headline inflation in the UK fell to 3.0% in February from 3.4% in December. In its March meeting, the monetary Policy Committee (MPC) voted unanimously to maintain Bank Rate at 3.75%.

- Japan's economy grew at a revised annualized rate of 1.3% in Q4 2025, rebounding from a 2.6% contraction in Q3. In its March meeting, the BoJ left its key short-term rate unchanged at 0.75% at its March 2026 meeting, keeping borrowing costs at their highest since September 1995.
- China's GDP grew by 4.5% (y/y) in Q4 2025, a slowdown from 4.8% in Q3 2025. China's inflation rose to 1% in March 2026 from 0.8% in December. The People's Bank of China's 1-Year Loan Prime Rate (LPR) stands at 3.0%, unchanged since its reduction in May 2025.

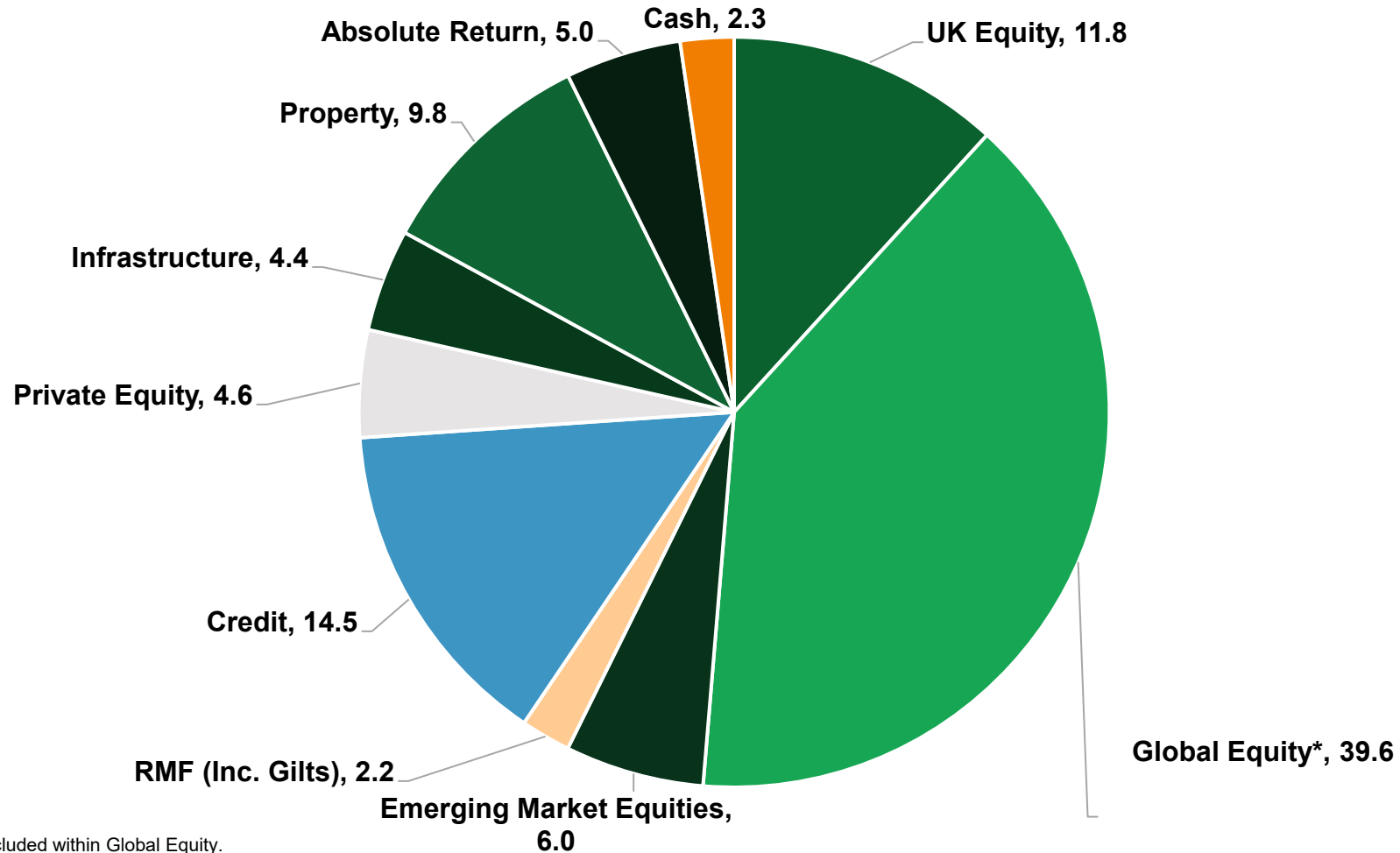
Market Returns (%)



Source: Mercer LLC, Refinitiv and Schroders



Asset Allocation – 31 December 2025



*Synthetic Equity exposure with Insight is included within Global Equity.

**Risk Management Framework is made up of Gilts, as well as Insight IWS contribution and Equity Protection collateral.

Source: Northern Trust, RADAR Reporting



Fund Manager Summary

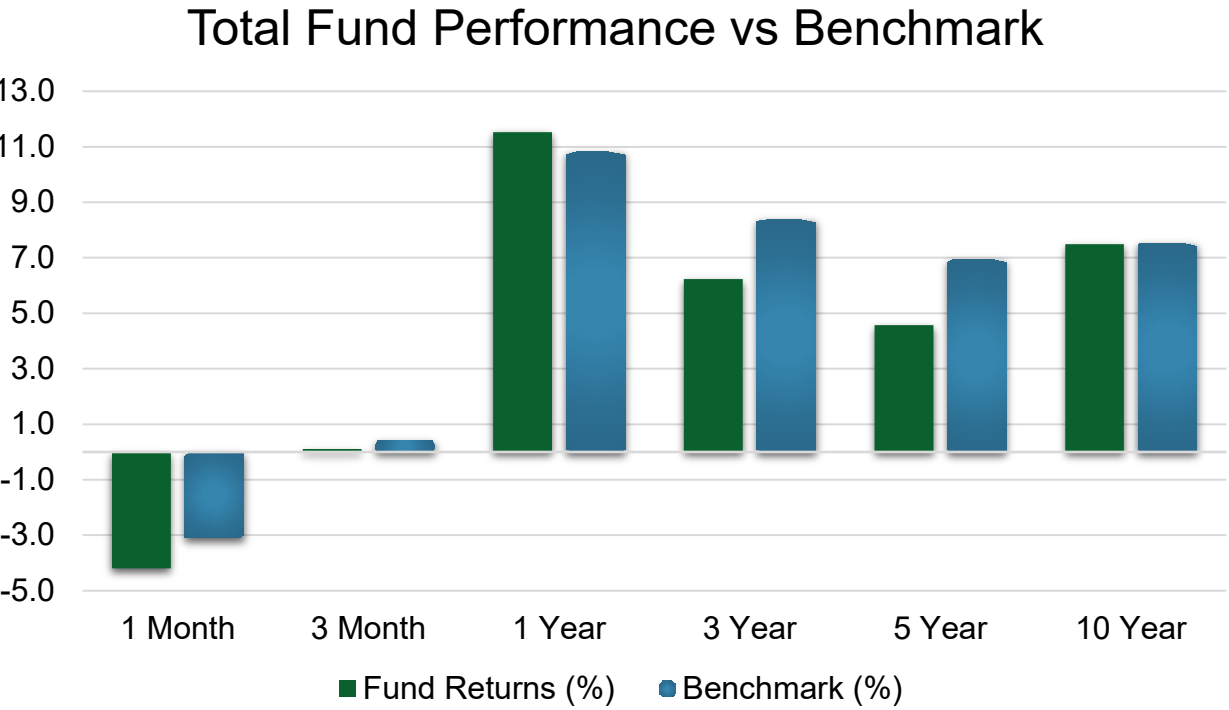
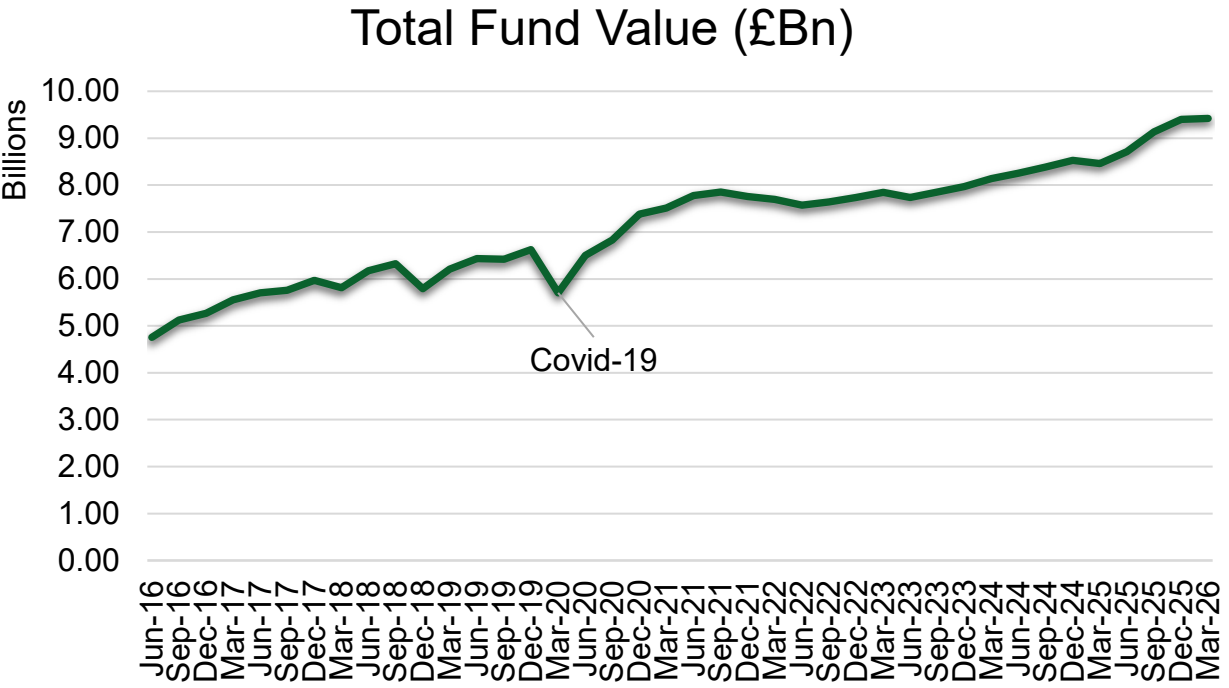
Asset Class	Fund Manager	Market Value as at 31 March	Market Value as at 31 December	Change in MV (£m)	% of Total
		2026 (£m)	2025 (£m)		
UK Equity	Schroders UK Equity	1,107	1,104	3	11.8
	Woodford Equity	2	2	0	0.0
Global Equity	Impax	74	71	3	0.8
	Baillie Gifford	962	1,032	-70	10.2
	Robeco Global Stars	704	731	-28	7.5
	Schroders Global Active Value	638	612	26	6.8
	M&G Global Dividend Fund	785	773	12	8.3
	Insight (Synthetic Equity Exposure)	565	571	-7	6.0
Emerging Markets Equity	Columbia Threadneedle	275	265	10	2.9
	Robeco	289	276	12	3.1
Risk Management Framework (inc. Gilts)	Insight	203	190	13	2.2
Credit	CQS	296	297	-2	3.1
	Goldman Sachs	460	466	-6	4.9
	Schroders Strategic Bond Fund	295	298	-3	3.1
	M&G Alpha Opportunities	311	309	2	3.3
Absolute Return	Ruffer	205	202	3	2.2
	Pyrford	265	260	5	2.8
Property	DTZ	715	711	4	7.6
	DTZ Pooled Property	100	140	-40	1.1
	DTZ (previously Aegon)	27	27	0	0.3
	M&G Residential Property	33	34	-1	0.4
	Fidelity	44	44	0	0.5
Infrastructure	Partners Group	416	407	9	4.4
Private Equity	HarbourVest	352	347	5	3.7
	YFM	83	83	0	0.9
Cash	Internal Cash	217	146	72	2.3
Total		9,421	9,397	263	100.0

Source: Northern Trust, RADAR Reporting



Kent Pension Fund

Historical Performance

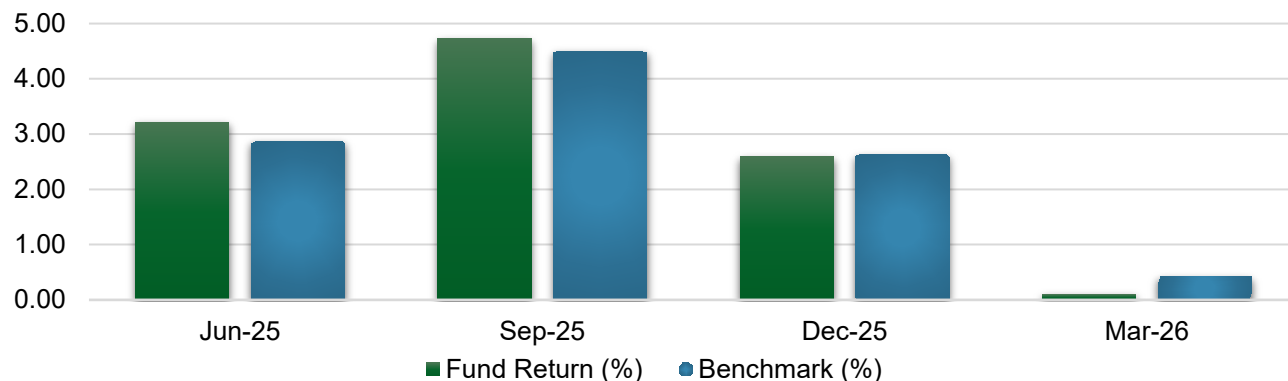


Source: Northern Trust, RADAR Reporting



Discrete Performance

Quarterly Returns



Over the five years to 31 March 2026, the Fund has experienced mixed periods of performance following changes to investor sentiment and several challenging market conditions impacting the Fund's investments.

More recently, the Fund returned 11.5% which was an outperformance of 0.7%. This performance was driven by large absolute returns from the Fund's equity portfolios, though held up significantly by large relative returns from emerging markets as a result in changing investor sentiment and rotations away from the US. Absolute return also had a strong year for the Fund as the defensive-tilt of the strategies fared well given the market volatility.

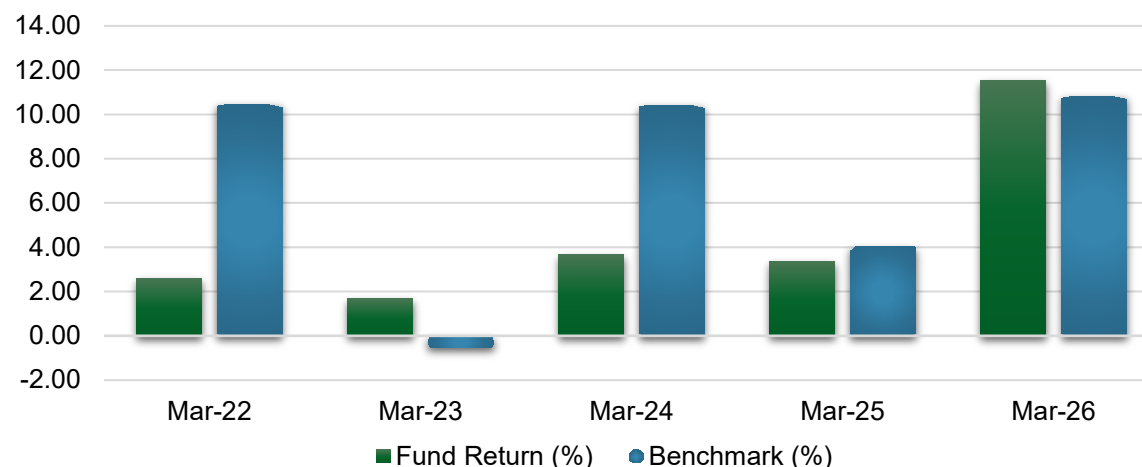
Some of the earlier periods reflect a more difficult period for the Fund, where active management as a strategy struggled to produce returns on par with the market.

In the quarter to 31 March 2026, the Fund returned 0.1% compared with a benchmark return of 0.4%, representing a slight underperformance. The quarter was characterised mostly by significant market volatility, driven by escalating tensions between the US and Iran, as well as a sharp rotation away from growth assets.

Prior to this quarter, the Fund's returns broadly in line or slightly above that of its benchmark. Outperformance had been led by strong equity market performance amid resilient economic data earlier in the year.

However, there was some market volatility around the US tariff shocks which created a more difficult backdrop earlier in the year, though the Fund's diversification led to strong gains.

Annual Returns (last 5 years)

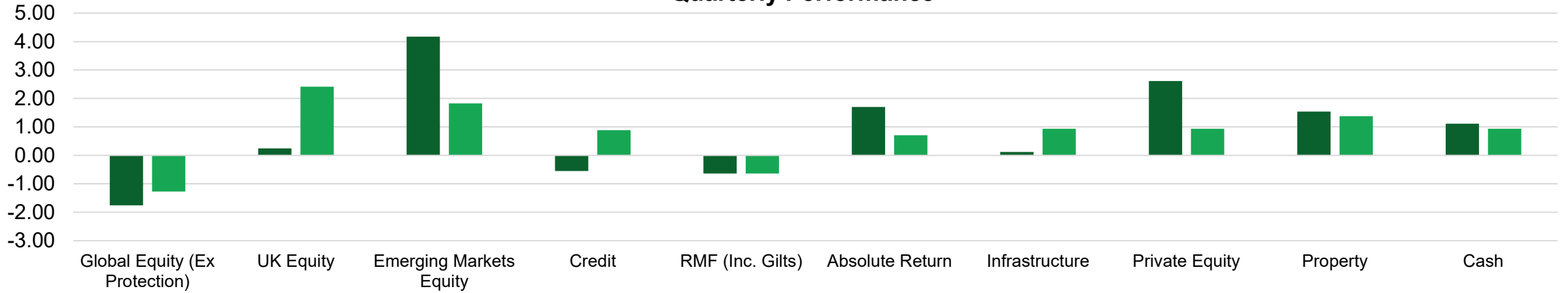


Source: Northern Trust, RADAR Reporting

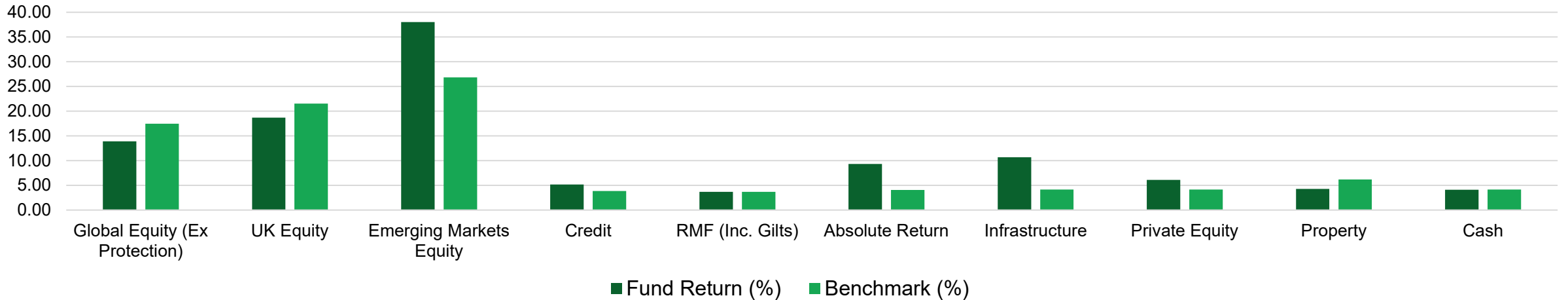


Asset Class Performance

Quarterly Performance



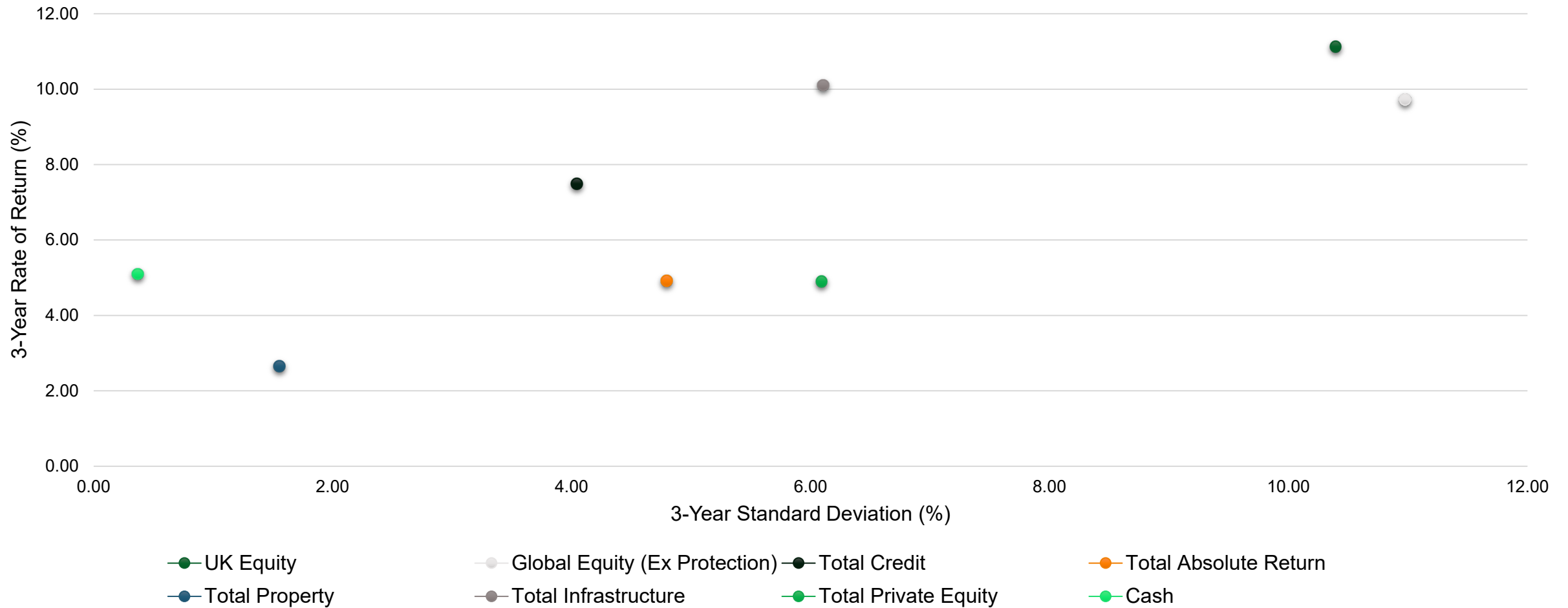
Annual Performance



Source: Northern Trust, RADAR Reporting



Risk vs Return – Asset Class Level



Source: Northern Trust, RADAR Reporting



Detailed Performance by Manager

	Quarter		1 Year		3 Year (p.a.)	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
Total Fund	0.1	0.4	11.5	10.8	6.2	8.4
UK Equity						
Schroders - WS ACCESS UK Equity Fund	0.2	2.4	18.7	21.5	10.8	13.3
Global Equity						
Baillie Gifford - WS ACCESS Global Equity Core Fund	-6.8	0.0	6.2	18.8	5.9	13.0
Robeco GS	-3.8	-1.3	--	--	--	--
Schroders - WS ACCESS Global Active Value Fund	4.3	-1.3	29.2	17.5	16.3	14.1
Impax	3.8	-1.3	12.5	17.5	0.4	14.1
M&G - WS ACCESS Global Dividend Fund	1.6	-1.3	17.3	17.5	13.5	14.1
EM Equity						
Columbia Threadneedle – WS ACCESS EM Equity Fund	3.9	1.8	32.7	26.8	--	--
Robeco – WS ACCESS EM Equity Fund	4.4	1.8	43.6	26.8	--	--
Credit						
Goldman Sachs	-1.0	0.9	5.1	3.5	6.1	3.5
Schroders Fixed Income	-1.0	0.9	6.0	4.1	7.2	4.8
CQS	-0.5	0.9	5.5	4.0	9.4	6.4
M&G Alpha Opportunities	0.5	0.9	4.2	4.0	8.2	6.4
Property						
DTZ	1.7	1.4	4.6	6.2	3.3	4.6
Fidelity	1.2	0.7	-0.6	4.3	3.4	3.3
DTZ (Kames)	1.4	0.7	10.3	4.3	3.8	3.3
M&G Property	-2.2	0.7	-1.4	4.3	-0.4	3.3
Private Equity						
HarbourVest	4.5	0.9	6.1	4.4	4.0	4.8
YFM	0.0	0.9	12.0	4.2	8.3	4.8
Infrastructure						
Partners Group	0.1	0.9	10.7	4.2	10.1	4.8
Absolute Return						
Pyrford	1.8	0.7	8.9	4.1	6.3	5.5
Ruffer - WS ACCESS Absolute Return Fund	1.5	0.7	9.9	4.1	2.3	5.5



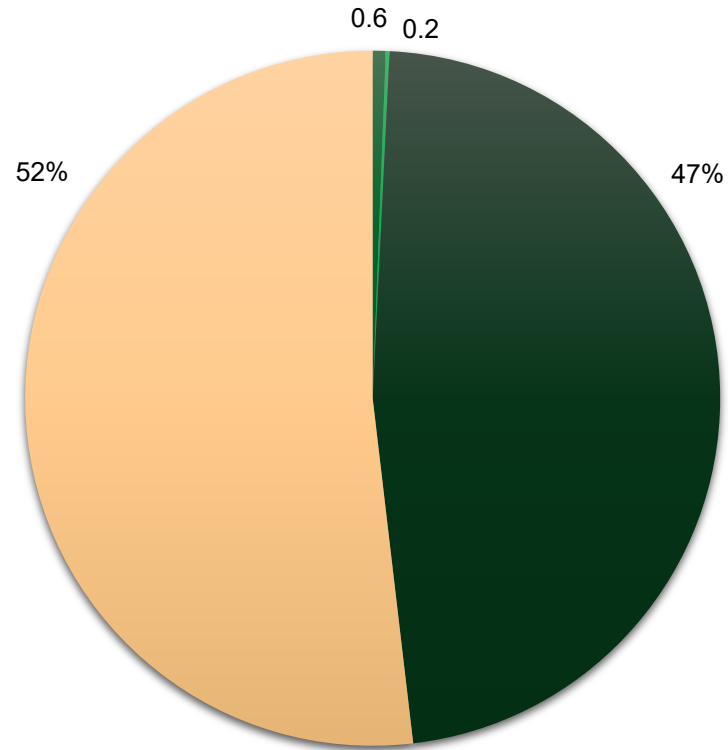
Alternatives Performance

AS AT 31 MARCH 2026							
Name of Fund	Value of commitment (£m)	Date of original commitment	Cumulative contributions made (£m)	Distributions received (£m)	Net Asset Value at 31/03/2026 (£m)	IRR	TVPI
HIPEP VI-Cayman Partnership Fund L.P.	31	Oct-10	28.8	56.0	7.7	13.2%	2.13
HarbourVest Partners IX L.P.	53	Oct-10	40.9	94.1	16.4	17.1%	2.44
HarbourVest 2018 Global Feeder AIF L.P.	57	Oct-18	49.6	35.2	52.3	15.7%	1.74
HarbourVest 2019 Global Feeder AIF SCSp	57	Mar-19	48.6	23.2	55.0	16.3%	1.67
HarbourVest 2020 Global Feeder AIF SCSp	57	Mar-20	50.3	9.1	58.2	10.0%	1.35
HarbourVest 2021 Global Feeder AIF SCSp	57	Mar-21	46.0	2.8	50.9	9.0%	1.24
HarbourVest 2022 Global Feeder AIF SCSp	57	Dec-21	32.1	2.2	40.7		1.43
HarbourVest 2023 Global Feeder AIF SCSp	57	Dec-23	27.4	0.7	32.5		1.28
HarbourVest 2024 Global Feeder AIF SCSp	123	Jun-24	33.7	-	37.8		1.15
Partners Group Direct Infrastructure 2011 S.C.A., SICAR	19	Oct-10	16.5	22.6	0.7	5.8%	1.35
Partners Group Global Infrastructure 2009 S.C.A., SICAR	50	Oct-10	43.3	59.9	2.5	6.9%	1.43
Partners Group Global Infrastructure 2018 L.P. INC	222	Oct-18	180.5	67.8	195.4	10.0%	1.47
Partners Group Direct Infrastructure 2020 LP SICAV RAIF	222	Nov-19	163.3	26.1	214.0	15.5%	1.48
Chandos	6	Oct-07	6.0	6.7	22.1		1.13
YFM Equity Partners Growth Fund 1	10	Oct-14	10.0	19.8	7.8		2.77
YFM Equity Partners Buyout Fund 1	20	Mar-16	18.3	33.9	23.5		3.18
YFM Equity Partners Growth Fund 2	10	Oct-18	10.4	3.0	10.4		1.30
YFM Equity Partners Buyout Fund 2	20	Oct-18	16.7	18.4	13.3		2.13
YFM Equity Partners Growth Fund 3	10	Jun-21	9.1	1.5	11.5		1.26
YFM Equity Partners Buyout Fund 3	20	Sep-23	14.8	-	16.8		1.15



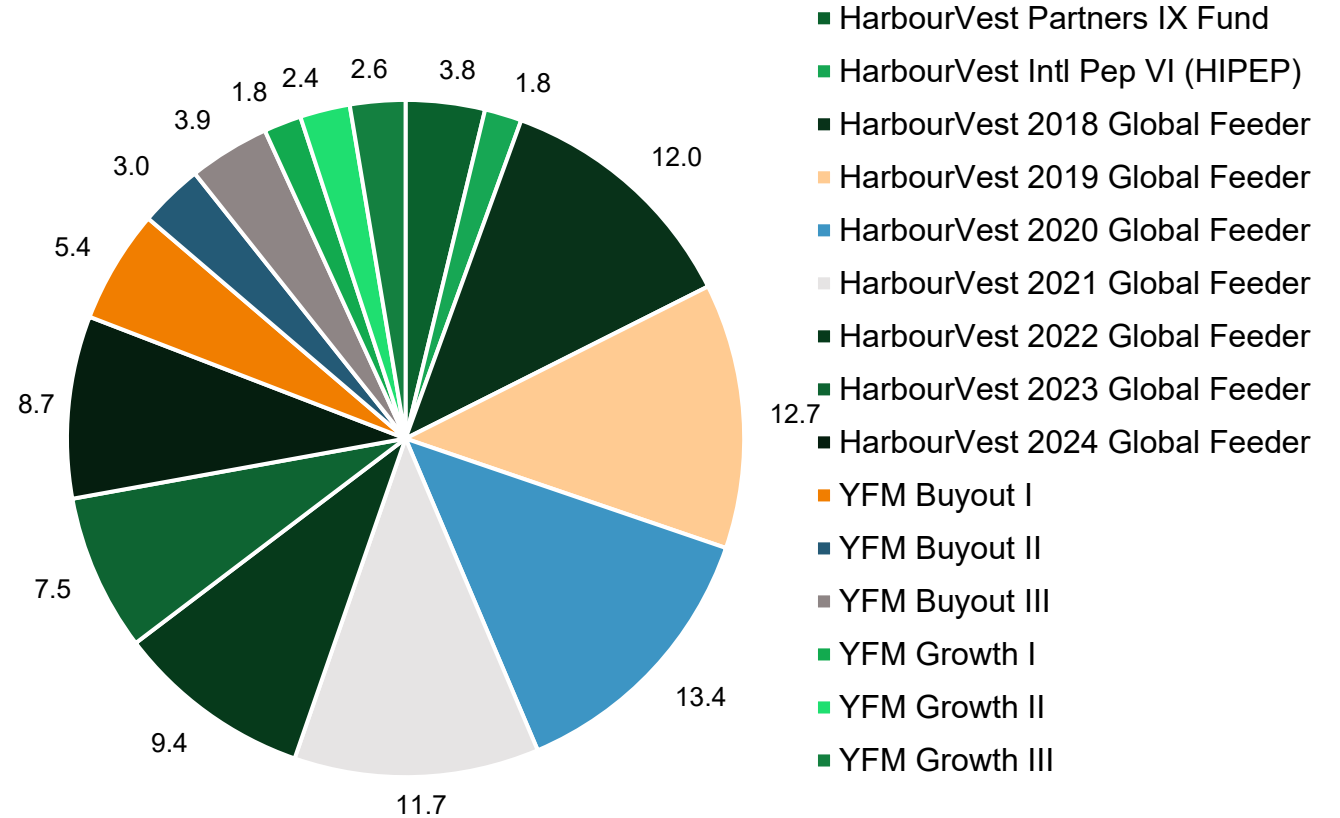
Alternatives Breakdown

Infrastructure Allocation (£413m)



- Partners Group 2009 (Global Infrastructure)
- Partners Group 2011 (Direct Infrastructure)
- Partners Group 2018 (Global Infrastructure)
- Partners Group 2020 (Direct Infrastructure)

Private Equity Allocation (£435m)



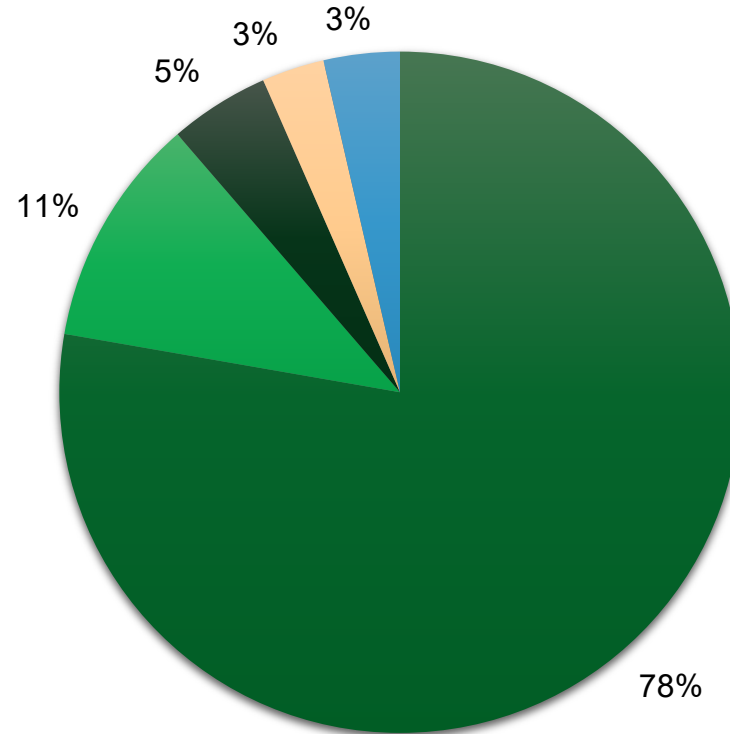
- HarbourVest Partners IX Fund
- HarbourVest Intl Pep VI (HIPEP)
- HarbourVest 2018 Global Feeder
- HarbourVest 2019 Global Feeder
- HarbourVest 2020 Global Feeder
- HarbourVest 2021 Global Feeder
- HarbourVest 2022 Global Feeder
- HarbourVest 2023 Global Feeder
- HarbourVest 2024 Global Feeder
- YFM Buyout I
- YFM Buyout II
- YFM Buyout III
- YFM Growth I
- YFM Growth II
- YFM Growth III

Note: The legend reads clockwise on the pie charts.



Property Breakdown

Property Allocation (£919m)



■ DTZ Direct Property ■ DTZ Pooled Property ■ Fidelity PUT ■ DTZ UKAV PUT (formerly Kames) ■ M&G Residential PUT

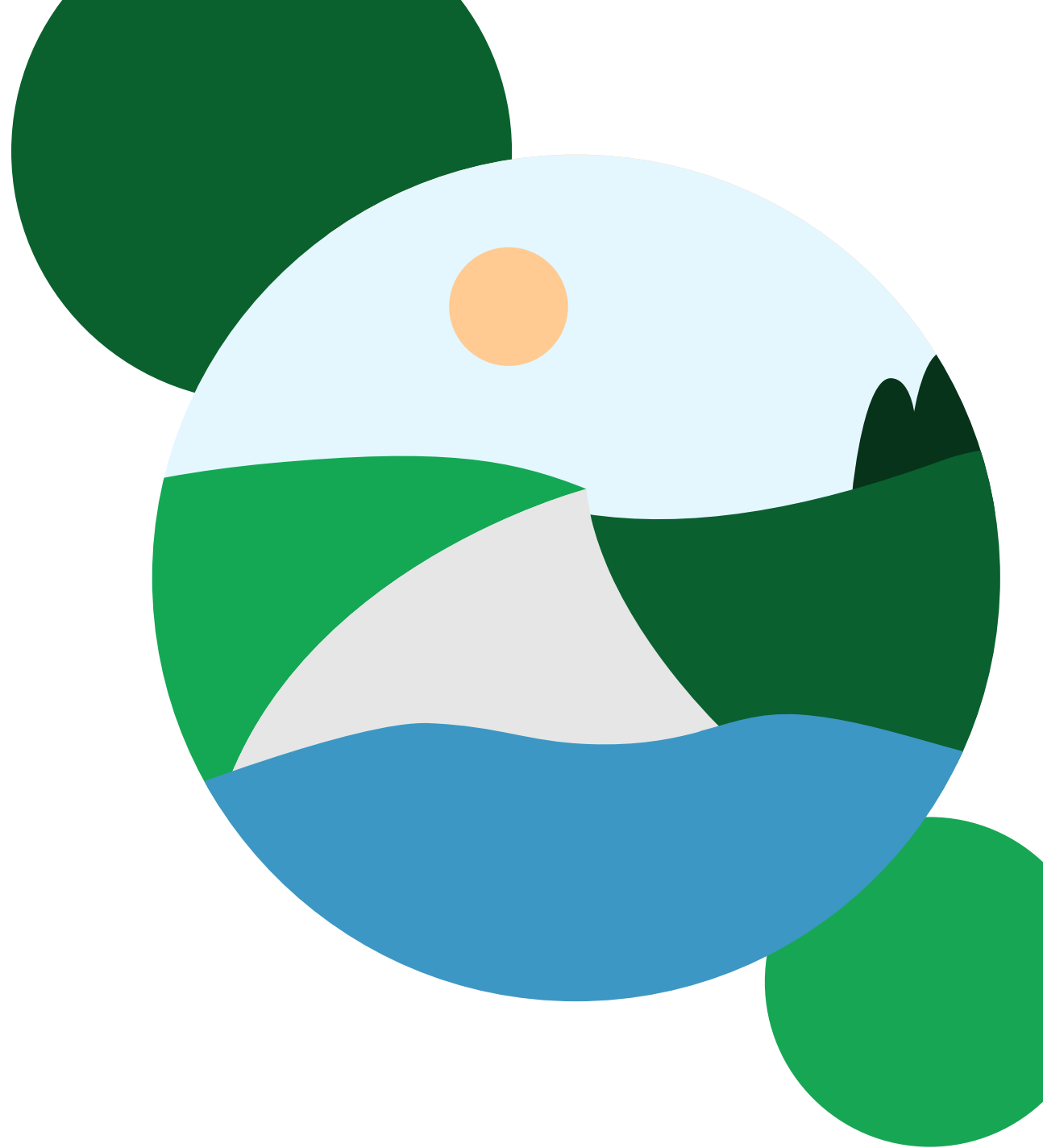
Note: The legend reads clockwise on the pie chart.



Appendix



Kent Pension Fund



Benchmarks and Targets

Appendix A

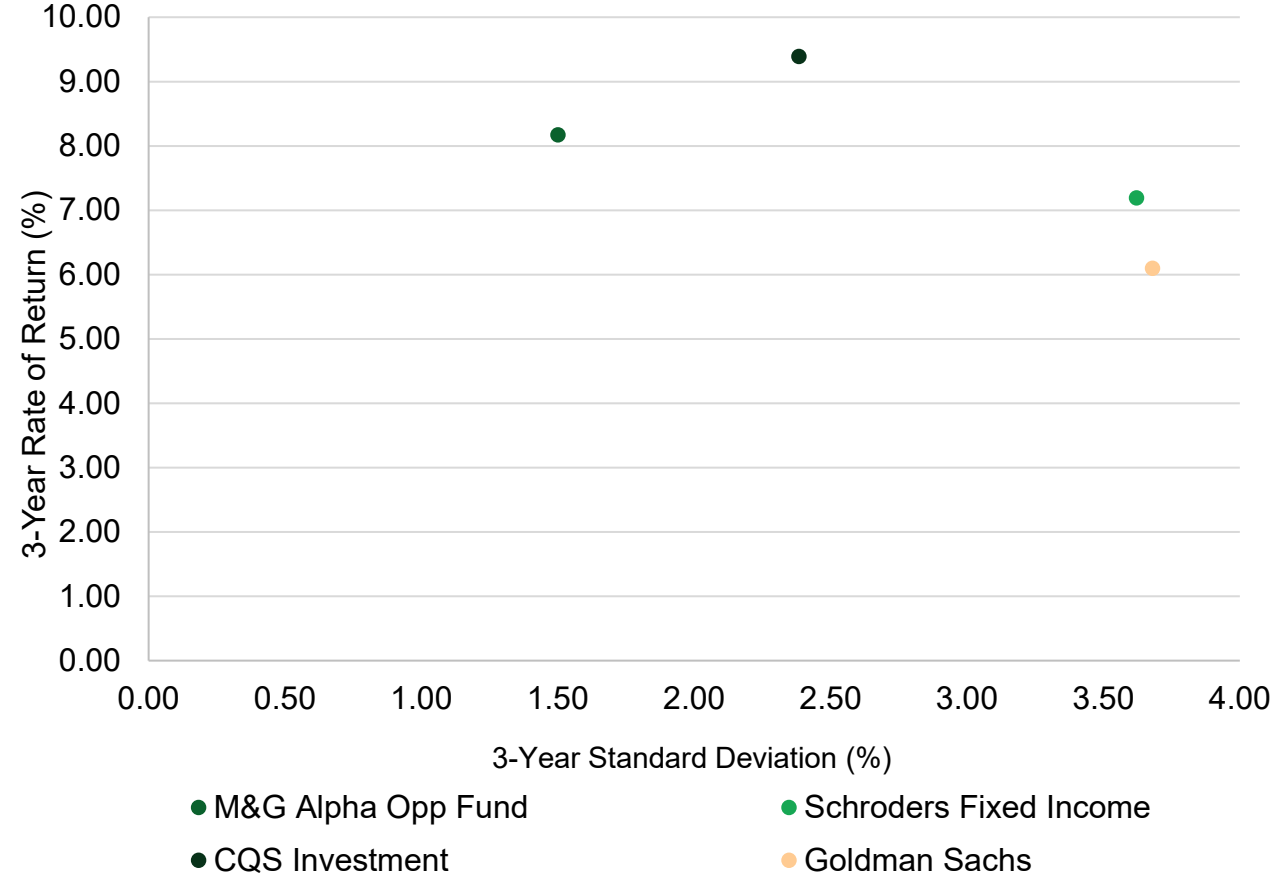
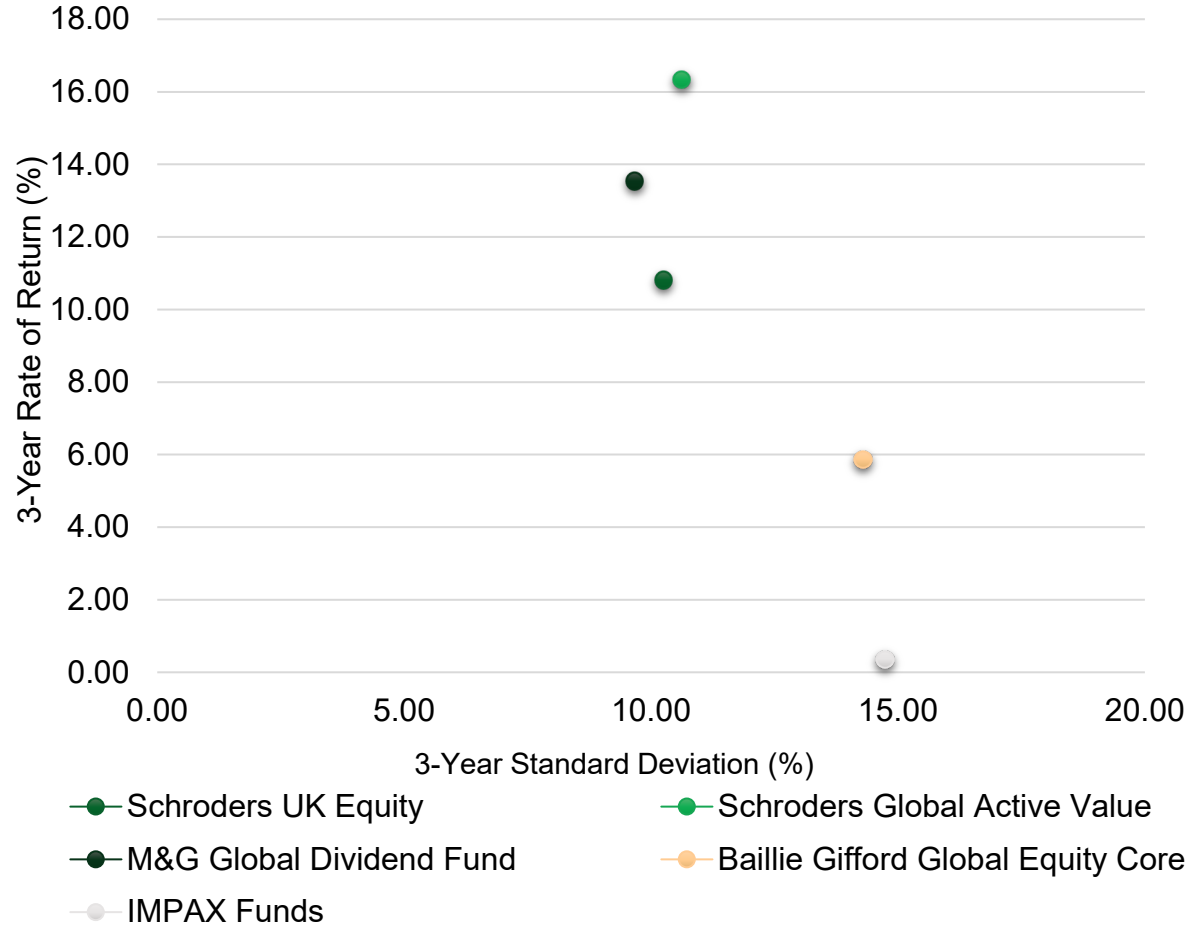
Asset Class / Manager	Performance Benchmark	Performance Target
UK Equities:		
Schroders - WS ACCESS UK Equity Fund	FTSE All Share	+1.5% pa over rolling 3 years
Woodford	FTSE All Share	Unconstrained
Global Equities:		
Baillie Gifford - WS ACCESS Global Equity Core Fund	Regional	+1.5% pa over rolling 3 years
Robeco GS	MSCI AC World Index NDR	
M&G - WS ACCESS Global Dividend Fund	MSCI AC World Index GDR	+3% pa
Schroders - WS 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
Emerging Market Equities:		
Robeco – WS ACCESS Emerging Market Equities Fund	MSCI Emerging Markets ND	
Columbia Threadneedle – WS ACCESS Emerging Market Equities Fund	MSCI Emerging Markets ND	
Fixed Income:		
Schroders Fixed Income	ICE BofA Sterling 3-month Gov Bill Index	+4% pa over a full market cycle
Goldman Sachs	+3.5% Absolute	+6% Absolute
CQS	SONIA	SONIA
M&G Alpha Opprtunities	SONIA	SONIA
Property:		
DTZ	MSCI UK All Property Index	≥ 3 year rolling average of benchmark returns
Fidelity	MSCI UK All Balanced Property	
DTZ (Kames)	MSCI UK All Balanced Property	
M&G Property	MSCI UK All Balanced Property	
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 - WS ACCESS Absolute Return Fund	Retail Price Index (RPI)	
Internally managed cash – KCC Treasury and Investments team	SONIA	

Source: Northern Trust, RADAR Reporting; Manager reports



Risk vs Return – *Equities and Fixed Income*

Appendix B

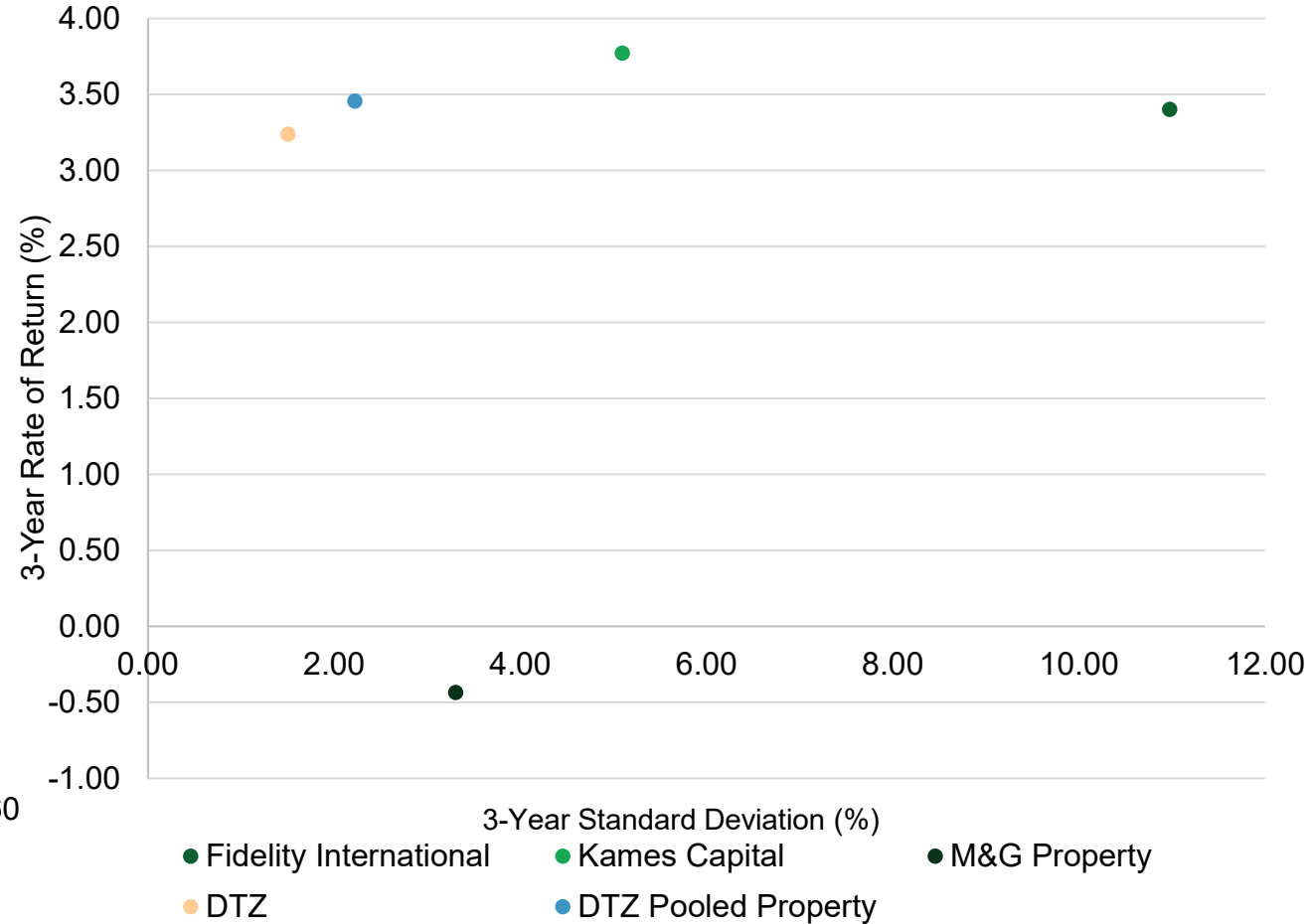
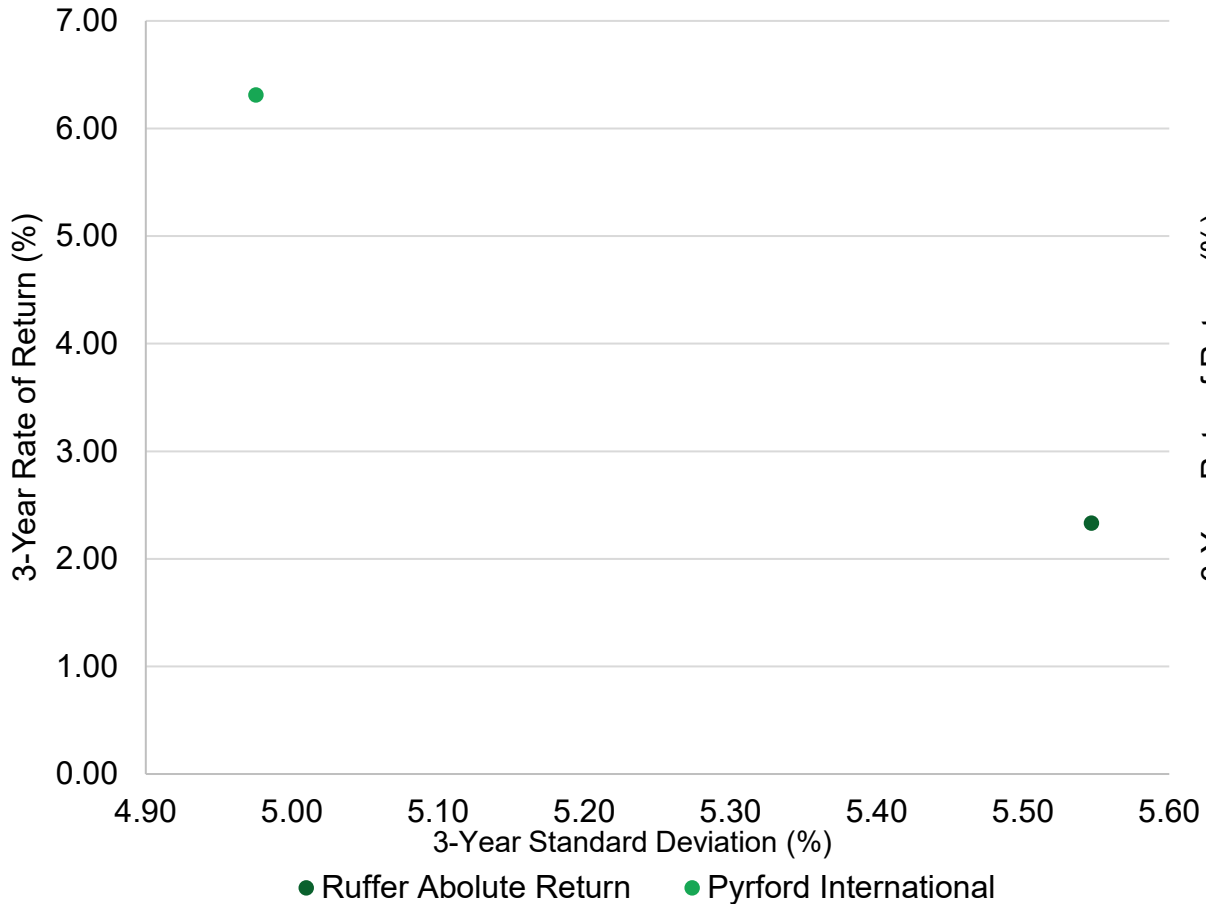


Source: Northern Trust, RADAR Reporting



Risk vs Return – Absolute Return and Property

Appendix C

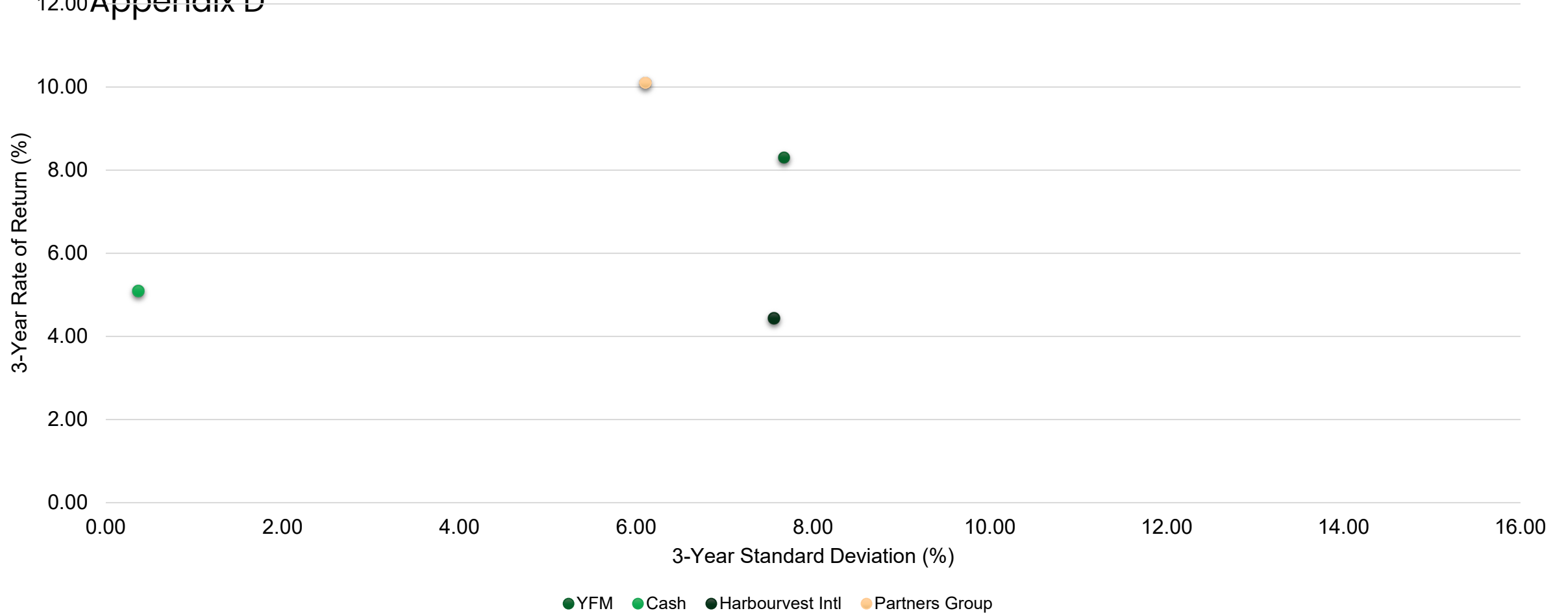


Source: Northern Trust, RADAR Reporting



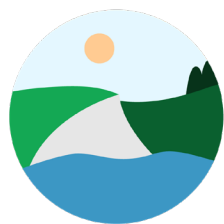
Risk vs Return - *Alternatives*

12.00 Appendix D



Source: Northern Trust, RADAR Reporting





Kent Pension Fund

For more information, please visit

www.kentpensionfund.co.uk