

## Summary of Fund Asset Allocation and Performance

### Superannuation Fund Committee

**By: Chairman Superannuation Fund Committee**  
Corporate Director of Finance and Procurement

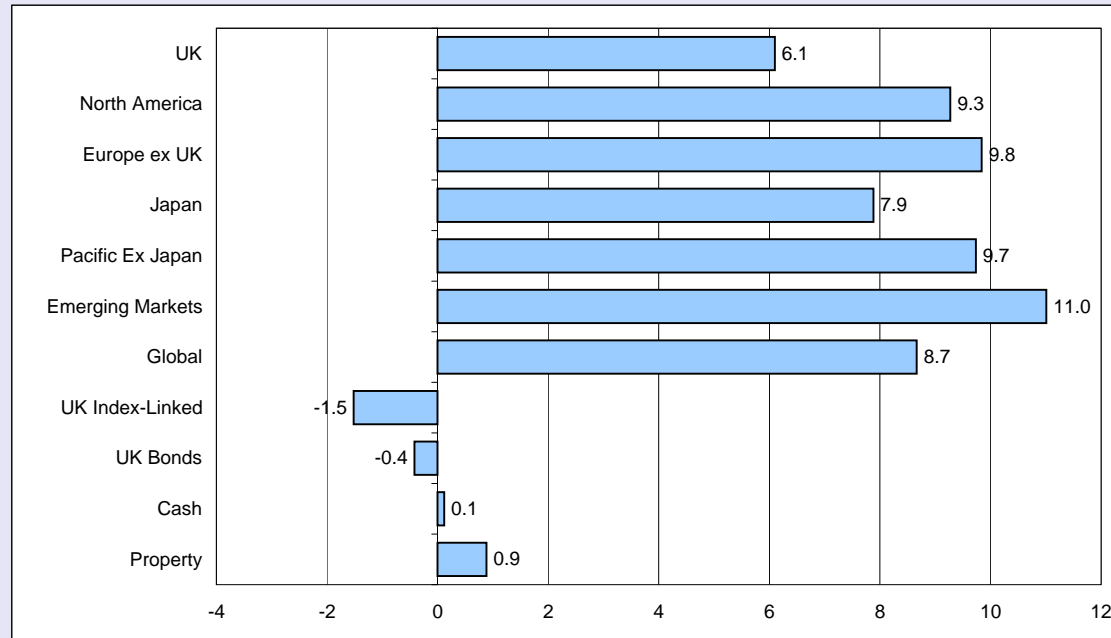


Kent County Council  
Superannuation Fund 2012

Nick Vickers—Head of Financial Services

## Market Returns - 3 Months to 31 March 2012

Classification: Unrestricted  
Item: D1 refers



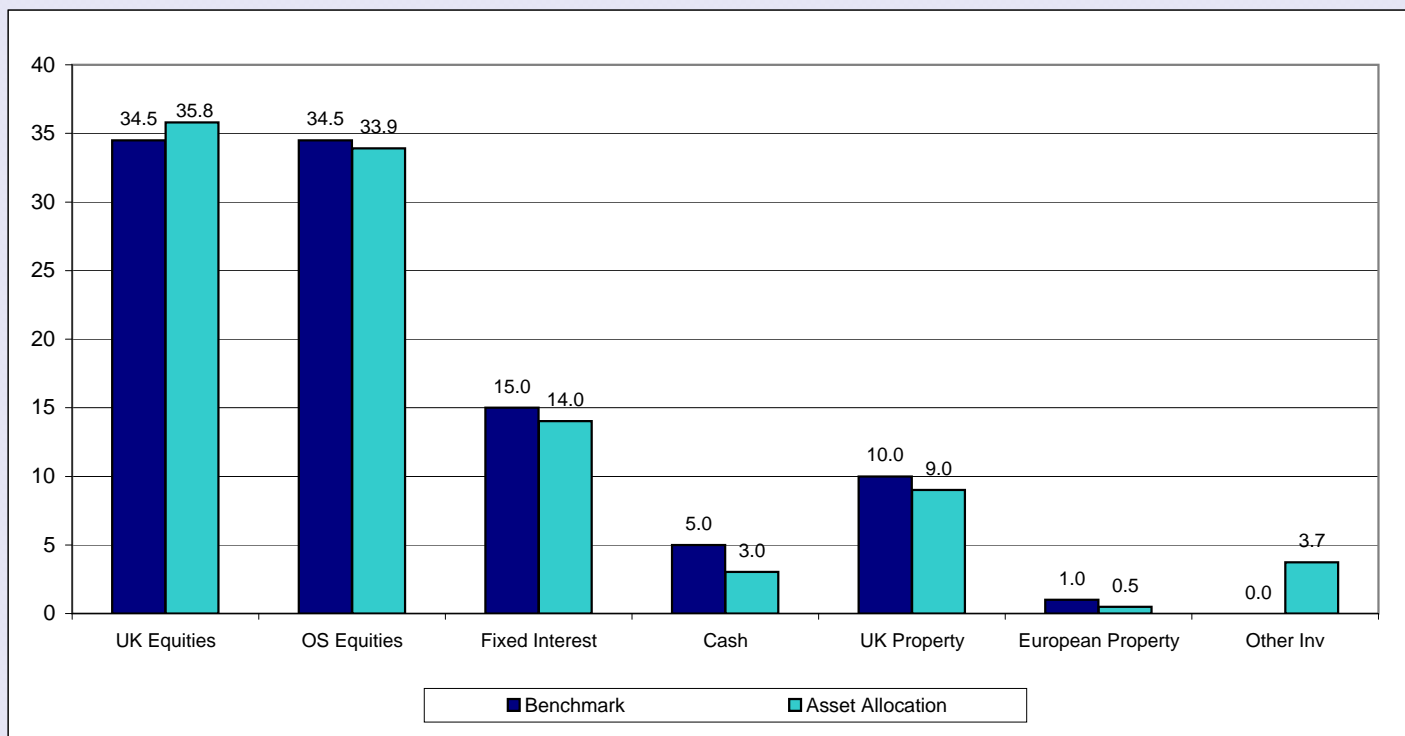
Global equity markets made further progress in the first quarter of 2012 building on the gains of the final quarter of 2011. This reflected a risk on approach at that point from investors-this has since reversed in light of the continuing Euro Zone problems.

UK Index - Linked securities returned a negative yield, and risk aversion combined with central Bank purchases (QE) have driven UK Bonds yields to all time lows.

Property produced a modest return of just under 1%

# Asset Allocation vs Fund Benchmark - 31 March 2012

Classification: Unrestricted  
Item: D1 refers



Asset Class	Kent Fund		Benchmark
	£m	%	%
UK Equities	1,171	35.8	34.5
Overseas Equities	1,110	33.9	34.5
Fixed Interest	459	14.0	15.0
UK Property	295	9.0	10.0
European Property	16	0.5	1.0
Cash	99	3.0	5.0
Other Inv	122	3.7	-
<b>Total Value</b>	<b>3,273</b>	<b>100</b>	<b>100</b>

## Asset Distribution Fund Manager - 31 March 2012

Classification: Unrestricted  
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Values (GBP)'000	Mandate	Value at 30/12/2011	Transactions	Capital Gain / loss	Income	Value at 30/03/2012	% Fund	Benchmark
Schroders	UK Equity	496,826	6,838	25,583	6,870	529,247	16	Customised
Invesco	UK Equity	384,557	0	14,354	0	398,911	12	Customised
State Street	UK Equity	229,624	(50,000)	14,705	0	194,329	6	FTSE All Share
State Street	Global Equity	268,582	(43,998)	22,815	0	247,399	8	FTSE All World ex UK
Baillie Gifford	Global Equity	535,956	2,991	44,178	3,713	583,125	18	Customised
GMO	Global Quantitative	181,511	0	10,499	0	192,010	6	MSCI World NDR
Schroders	Global Quantitative	133,557	0	10,941	0	144,498	4	MSCI World NDR
Goldman Sachs	Fixed Interest	266,348	74	7,096	129	273,518	8	Customised
Schroders	Fixed Interest	201,838	11	1,384	11	203,234	6	ML £ Broad Market
Impax	Environmental	21,504	0	2,013	0	23,517	1	MSCI World NDR
DTZ	Property UK	276,376	23,205	(2,436)	4,022	297,145	9	IPD All Properties Index
DTZ	Property Europe	16,506	68	(538)	51	16,036	0	IPD All Properties Index
Harbourvest	Private Equity	2,888	1,711	32	0	4,632	0	GBP 7 Day LIBID
YFM	Private Equity	3,028	0	33	0	3,061	0	GBP 7 Day LIBID
Partners	Infrastructure	21,603	3,493	825	0	25,921	1	GBP 7 Day LIBID
Henderson	Infrastructure	8,837	0	(347)	0	8,490	0	GBP 7 Day LIBID
Internally Managed	Cash	41,196	5,953	0	46	47,148	1	GBP 7 Day LIBID
Pyrford	Absolute Return	0	80,000	354	0	80,354	2	RPI
<b>Total Fund</b>		<b>3,090,738</b>	<b>30,346</b>	<b>151,492</b>	<b>14,844</b>	<b>3,272,576</b>	<b>100</b>	<b>Kent Combined Fund</b>

# Performance Returns - 31 March 2012

Classification: Unrestricted  
Item: D1 refers

	Quarter		1 year		3 years	
	Fund %	Benchmark %	Fund %	Benchmark %	Fund %	Benchmark %
<b>Total Fund</b>	5.4	5.2	2.7	3.4	15.2	15.1
<b>UK Equity</b>						
Schroders UK	6.5	6.0	-2.1	1.4	19.0	18.5
State Street	6.2	6.1	1.5	1.4	18.9	18.8
Invesco	3.7	6.1	12.1	1.4	17.6	18.8
<b>Overseas Equity</b>						
Baillie Gifford	8.9	8.8	1.5	-2.0	20.5	15.8
GMO	5.8	8.5	0.3	0.9	14.0	16.2
Schroders GAV	8.2	8.5	-3.7	0.9	19.4	16.2
State Street	9.3	9.3	0.3	0.3		
Impax Environmental Fund	9.4	8.5	-12.5	0.9		
<b>Fixed Interest</b>						
Goldman Sachs Fixed Interest	2.7	-0.4	10.8	13.2	11.9	9.1
Schroders Fixed Interest	0.7	-0.1	3.8	7.0	7.0	6.3
<b>Property</b>						
UK Property	0.6	0.9	6.4	6.6	15.0	11.2
Overseas Property	-2.9	0.9	-5.2	6.6	-11.3	11.2
<b>Private Equity</b>						
Harbourvest	0.5	0.1	-8.7	0.5		
YFM	1.1	0.1	43.0	0.5		
<b>Infrastructure</b>						
Partners	3.5	0.1	-6.6	0.5		
Henderson	-3.9	0.1	4.0	0.5		
<b>Absolute Return</b>						
Pyrford	0.5#					
Data Source: The WM Company						
- returns subject to rounding differences						

In the UK equity category, Schroders out-performed the benchmark this quarter whilst Invesco under-performed. However over a one year horizon, Invesco has far out-performed the benchmark. State Street's tracker fund has consistently returned around benchmark figures.

All overseas equity managers with the exception of GMO produced near benchmark returns or more. However over the one year period Baillie Gifford out-performed the benchmark whilst all other fund managers under-performed with Impax under-performing significantly. Over a three year period both Baillie Gifford and Schroders out-performed the benchmark.

Fixed Interest Managers - Goldman Sachs and Schroders, have outperformed their benchmarks this quarter although performance against the one year benchmark fell short. Both did well against the 3 year benchmark.

# Fund Structure - 31 March 2012

Classification: Unrestricted  
Item: D1 refers

## UK Equities

Schroders  
+1.5%  
£529m

State Street  
+0.0%  
£194m

Invesco  
Unconstrained  
£399m

## Global Equities

Baillie Gifford  
+1.5%  
£583m

GMO  
+3.0%  
£192m

Schroders  
+3.0 - +4.0%  
£144m

State Street  
+0.0%  
£247m

Impax  
£24m

## Fixed Interest

Goldman Sachs  
+0.75%  
£274m

Schroders  
+1.0%  
£203m

## Property

DTZ  
UK Property  
£297m

DTZ  
Europe Property  
£16m

## Cash/Alternatives

Kent Cash  
£47m

Henderson  
Secondary PFI  
£8m

Partners  
£26m

YFM Private  
Equity  
£3m

HarbourVest  
£5m

Pyrford  
+5.0%  
£80m

Market Value £3.3bn  
as at 31 March 2012