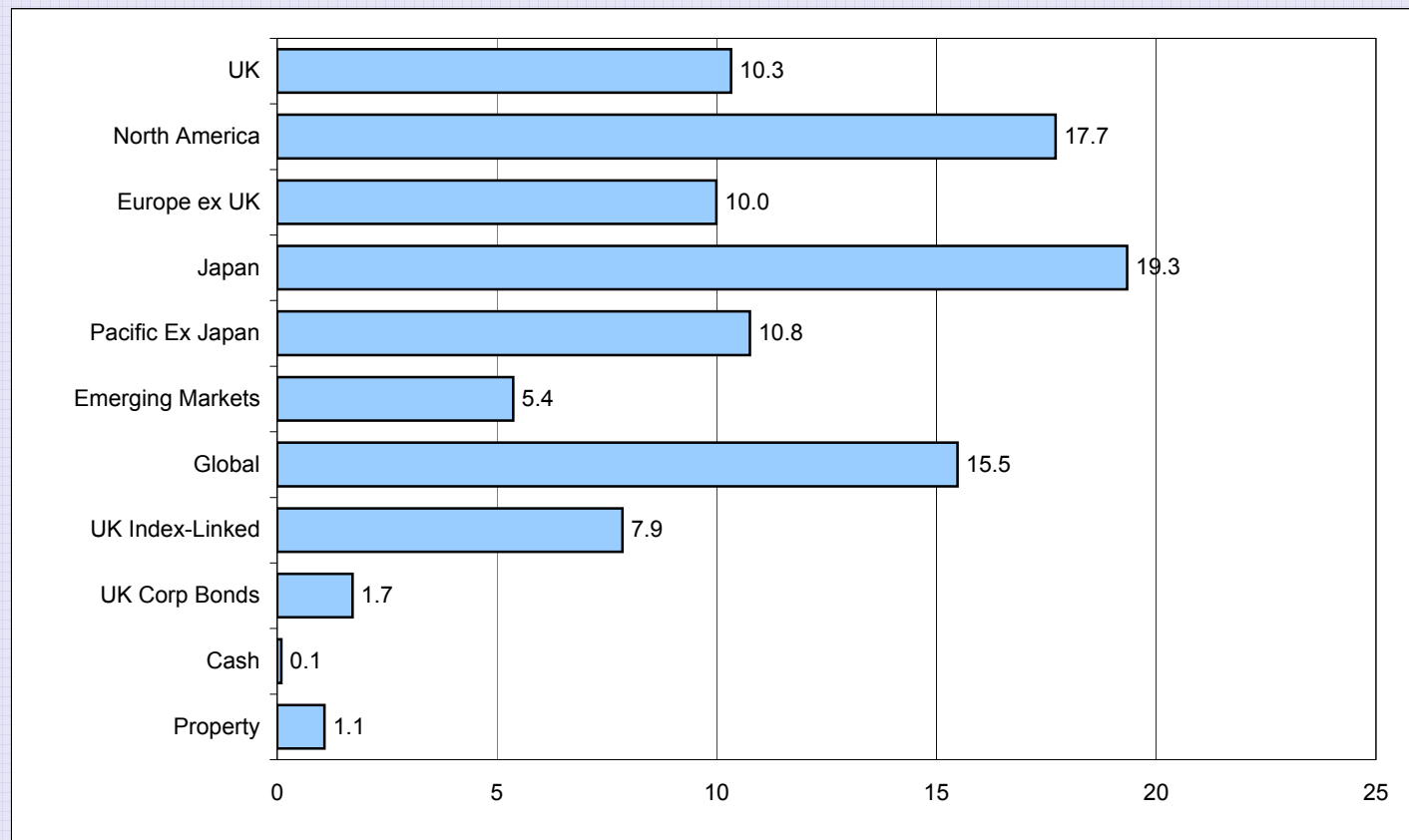


Market Returns - 3 Months to 31 March 2013

Classification: Unrestricted
Item: D1 refers

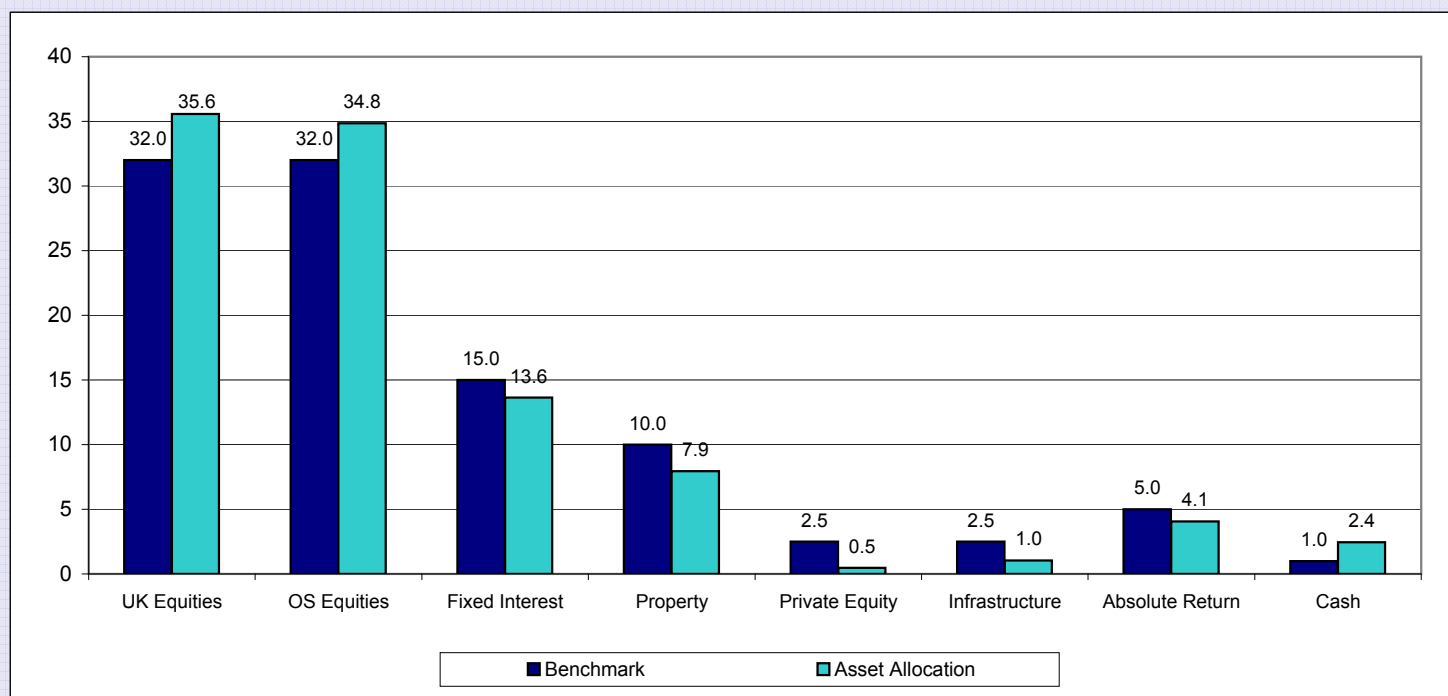


- Equity markets continued their strong performance; global equities outperformed UK equities and the best performing equity market was Japan.
- UK Index linked performed very strongly.
- Property returns continue to be muted with no capital growth.

Asset Allocation vs Fund Benchmark - 31 March 2013

Classification: Unrestricted
Item: D1 refers

Asset Class	Kent Fund		Benchmark
	£m	%	%
UK Equities	1,346	35.6	32.0
Overseas Equities	1,318	34.8	32.0
Fixed Interest	516	13.6	15.0
Property	300	7.9	10.0
Private Equity	18	0.5	2.5
Infrastructure	39	1.0	2.5
Absolute Return	153	4.1	5.0
Cash	93	2.4	1.0
Total Value	3,783	100	100.0



Asset Distribution Fund Manager - 31 March 2013



Classification: Unrestricted
Item: D1 refers

Values (GBP)'000	Mandate	Value at 31/12/2012	Transactions	Capital Gain / loss	Income	Value at 31/03/2013	% <i>Fund</i>	Benchmark
Schroders	UK Equity	562,821	4,121	56,502	4,166	623,444	16	Customised
Invesco	UK Equity	418,279	-	60,960	-	479,239	13	Customised
State Street	UK Equity	166,624	-	17,219	-	183,843	5	FTSE All Share
State Street	Global Equity	253,073	-	37,594	-	290,667	8	FTSE All World ex UK
Baillie Gifford	Global Equity	606,847	2,872	89,647	3,630	699,367	18	Customised
GMO	Global Quantitative	194,318	-	26,460	-	220,778	6	MSCI World NDR
Schroders	Global Quantitative	147,905	-	20,766	-	168,671	4	MSCI World NDR
Goldman Sachs	Fixed Interest	298,173	-	3,164	-	301,337	8	+3.5% Absolute
Schroders	Fixed Interest	215,191	8	582	1	215,782	6	Customised
Impax	Environmental	22,783	-	3,468	-	26,251	1	MSCI World NDR
DTZ	Property UK	303,745	- 1,574	- 1,423	4,133	300,748	8	IPD All Properties Index
Harbourvest	Private Equity	8,239	4,824	815	-	13,878	0	GBP 7 Day LIBID
YFM	Private Equity	3,676	-	44	-	3,720	0	GBP 7 Day LIBID
Partners	Infrastructure	29,777	- 309	1,404	-	30,871	1	GBP 7 Day LIBID
Henderson	Infrastructure	8,482	- -	270	-	8,212	0	GBP 7 Day LIBID
Pyrford	Absolute Return	146,003	201	7,247	-	153,450	4	RPI + 5%
Internally Managed	Cash	48,359	14,020	-	65	62,379	2	GBP 7 Day LIBID
Total Fund		3,434,295	24,163	324,180	11,994	3,782,637	100	Kent Combined Fund

Performance Returns - 31 March 2013

Classification: Unrestricted
Item: D1 refers

	Quarter		1 year		3 years (p.a.)	
	Fund %	Benchmark %	Fund %	Benchmark %	Fund %	Benchmark %
Total Fund	9.8	8.7	14.7	13.6	8.7	8.3
		8.6*		12.4*		7.9*
UK Equity						
Schroders UK	10.8	10.1	17.8	16.4	9.2	8.6
State Street	10.3	10.3	16.8	16.8	8.9	8.8
Invesco	14.6	10.3	20.1	16.8	13.6	8.8
Overseas Equity						
Baillie Gifford	15.4	13.3	19.8	17.3	11.0	7.3
GMO	13.6	15.3	15.0	17.7	7.1	8.4
Schroders GAV	14.0	15.3	16.7	17.7	7.4	8.4
State Street	14.9	14.9	17.5	17.5	8.3	8.4
Impax Environmental Fund	15.2	15.3	11.6	17.7		
Fixed Interest						
Goldman Sachs Fixed Interest	1.1	0.5	10.1	8.9	8.8	8.1
Schroders Fixed Interest	0.3	0.5	6.2	4.1	4.7	4.7
Property						
DTZ Property	0.9	1.1	6.5	2.5	7.3	6.6
Private Equity						
Harbourvest	8.3	0.1	1.9	0.4		
YFM	1.2	0.1	9.4	0.4	20.5	0.4
Infrastructure						
Partners	4.9	0.1	-0.7	0.4		
Henderson	-3.2	0.1	-2.0	0.4	9.0	0.4
Absolute Return						
Pyrford	5.0	2.0	6.7	8.3		

Data Source: The WM Company
- returns subject to rounding differences
* Strategic Benchmark

- The 3 largest equity mandates all performed strongly in the quarter resulting in a strong outperformance of the benchmark.
- The 2 quantitative global equity mandates, GMO and Schroder GAV, continued to under perform and their value style does not favour this sort of market.
- The new Goldman Sachs Fixed Income mandate performed well. The Schroders Fixed Income mandate was slightly under the quarter but as with Goldman Sachs outperformed over 12 months. Goldman Sachs have also outperformed over 3 years.

Fund Structure - 31 March 2013

Classification: Unrestricted
Item D1 refers

UK Equities	Global Equities	Fixed Interest	Property	Cash/Alternatives
Schroders +1.5% £623m	Baillie Gifford +1.5% £699m	Goldman Sachs +6.0% Abs. £301m	DTZ Property £301m	Kent Cash £62m
State Street +0.0% £184m	GMO +3.0% £221m	Schroders +2.0% £216m		Henderson Secondary PFI £8m
Invesco Unconstrained £479m	Schroders +3.0 - +4.0% £169m			Partners £31m
	State Street +0.0% £291m			YFM Private Equity £4m
	Impax £26m			HarbourVest £14m
				Pyrford RPI +5.0% £153m

Market Value £3.8bn
as at 31 March 2013