

FUND POSITION STATEMENT

Summary of Fund Asset Allocation and Performance

Superannuation Fund Committee

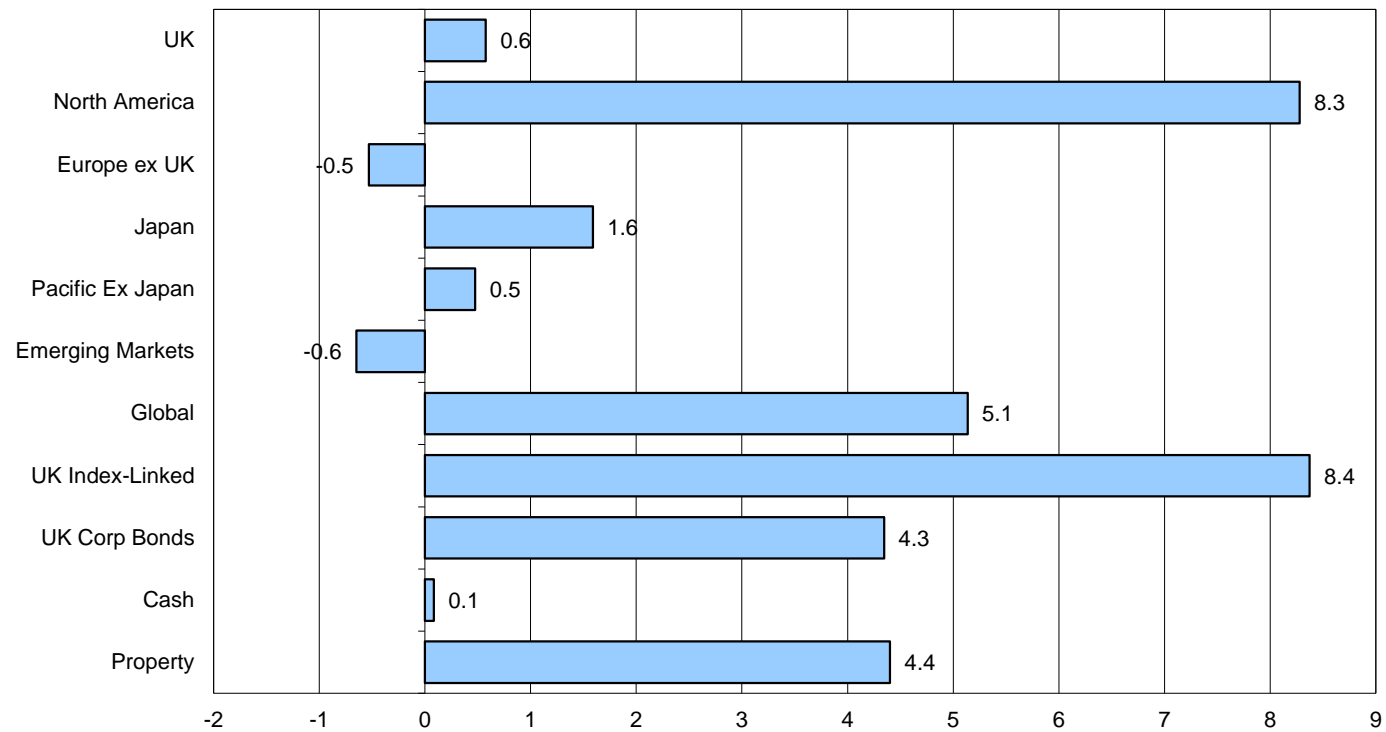
By: Chairman Superannuation Fund Committee
Corporate Director of Finance and Procurement



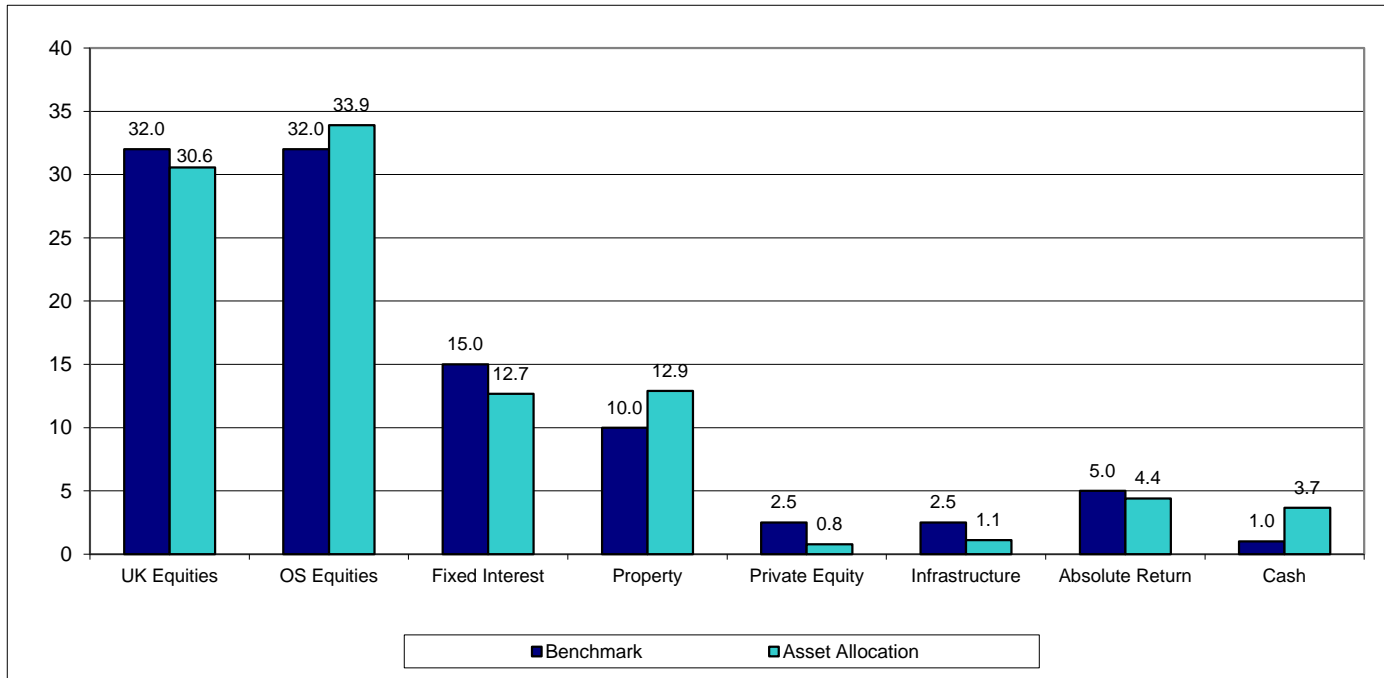
Kent County Council
Superannuation Fund Q4 2014

Nick Vickers—Head of Financial Services

Market Returns - 3 Months to 31 December 2014



Asset Allocation vs Fund Benchmark - 31 December 2014



Asset Class	Kent Fund		Benchmark
	£m	%	%
UK Equities	1,330	30.6	32.0
Overseas Equities	1,475	33.9	32.0
Fixed Interest	552	12.7	15.0
Property	561	12.9	10.0
Private Equity	36	0.8	2.5
Infrastructure	49	1.1	2.5
Absolute Return	191	4.4	5.0
Cash	159	3.7	1.0
Total Value	4,354	100	100.0

Asset Distribution Fund Manager - 31 December 2014

Values (GBP)'000	Mandate	Value at 30/09/2014	Transactions	Capital Gain / loss	Income	Value at 31/12/2014	% <i>Fund</i>	Benchmark
Schroders	UK Equity	730,998	3,382	2,452	3,106	736,831	17	Customised
State Street	UK Equity	570,414	-240,000	6,547	-53	336,961	8	FTSE All Share
Woodford	UK Equity	-	200,000	-1,134	-	198,866	5	FTSE All Share
State Street	Global Equity	183,809	-	9,085	-51	192,894	4	FTSE All World ex UK
Baillie Gifford	Global Equity	759,683	1,994	28,919	1,197	790,596	18	Customised
M&G	Global Equity	207,505	-	226	-	207,731	5	MSCI AC World GDR
Sarasin	Global Equity	157,061	412	4,974	242	162,447	4	MSCI AC World NDR
Schroders	Global Quantitative	193,654	-	5,317	-224	198,971	5	MSCI World NDR
Goldman Sachs	Fixed Interest	317,414	-	-109	-315	317,306	7	+3.5% Absolute
Schroders	Fixed Interest	231,073	-	3,505	-113	234,577	5	Customised
Impax	Environmental	28,816	7	871	-	29,694	1	MSCI World NDR
DTZ	Property	409,240	42,101	22,203	5,643	473,544	11	IPD All Properties Index
Fidelity	Property	50,996	1,990	3,896	-	56,881	1	IPD All Properties Index
Kames	Property	29,022	2,286	410	413	31,718	1	IPD All Properties Index
Harbourvest	Private Equity	29,128	3,258	2,198	-	34,585	1	GBP 7 Day LIBID
YFM	Private Equity	3,480	2,432	-429	-	5,483	0	GBP 7 Day LIBID
Partners	Infrastructure	38,772	716	1,017	-	40,504	1	GBP 7 Day LIBID
Henderson	Infrastructure	8,896	-230	207	-	8,872	0	GBP 7 Day LIBID
Pyrford	Absolute Return	187,249	-	3,902	-	191,151	4	RPI + 5%
Internally Managed	Cash	105,546	-1,146	-	89	104,400	2	GBP 7 Day LIBID
Total Fund		4,242,755	17,203	94,055	9,934	4,354,012	100	Kent Combined Fund

Performance Returns - 31 December 2014

	Quarter		1 year		3 years (p.a.)	
	Fund %	Benchmark %	Fund %	Benchmark %	Fund %	Benchmark %
Total Fund	2.4	2.5	6.2	6.8	11.5	10.9
		3.2*		8.3*		10.8*
UK Equity						
Schroders UK	0.8	0.6	1.2	1.2	14.0	10.9
State Street	0.5	0.6	1.2	1.2	11.2	11.1
Woodford	n/a	n/a	n/a	n/a	n/a	n/a
Overseas Equity						
Baillie Gifford	4.0	2.7	6.8	7.0	13.7	13.4
Sarasin	3.3	4.4	n/a	n/a	n/a	n/a
Schroders GAV	2.6	5.0	9.1	11.5	14.1	15.3
State Street	4.9	4.9	12.0	12.1	15.3	15.4
Impax Environmental Fund	3.0	5.0	1.0	11.5	11.3	15.3
M&G	0.1	4.5	3.4	11.2	n/a	n/a
Fixed Interest						
Goldman Sachs Fixed Interest	-0.1	0.9	4.2	3.5	5.9	5.7
Schroders Fixed Interest	1.5	2.8	8.7	6.9	5.1	3.1
Property						
DTZ Property	6.5	4.4	19.7	19.3	12.6	10.6
Fidelity	7.4	4.4	24.3	19.3	n/a	n/a
Kames	2.8	4.4	n/a	n/a	n/a	n/a
Private Equity						
Harbourvest	7.3	0.1	22.8	0.3	8.3	0.4
YFM	-9.0	0.1	-22.7	0.3	-1.8	0.4
Infrastructure						
Partners	2.6	0.1	1.0	0.3	0.8	0.4
Henderson	2.4	0.1	3.8	0.3	2.3	0.4
Absolute Return						
Pyrford	2.1	1.2	4.4	6.6	n/a	n/a

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

* Strategic Benchmark

ALL portfolio returns are calculated on a NET of Investment Manager fees basis from 1/4/2014, prior to that fees will be a mix of NET & GROSS

Fund Structure - 31 December 2014

UK Equities	Global Equities	Fixed Interest	Property	Cash/Alternatives
Schroders +1.5% £737m	Baillie Gifford +1.5% £791m	Goldman Sachs +6.0% Abs. £317m	DTZ Property £474m	Kent Cash £104m
State Street +0.0% £337m	M&G +3.0% £208m	Schroders +2.0% £235m	Fidelity Property £57m	Henderson Secondary PFI £9m
Woodford £199m	Schroders +3.0 - +4.0% £199m		Kames Property £32m	Partners Infrastructure £41m
	State Street +0.0% £193m			YFM Private Equity £5m
	Impax +2.0% £30m			HarbourVest Private Equity £35m
	Sarasin +2.5% £162m			Pyrford RPI +5.0% £191m
Market Value £4.4bn as at 31 December 2014				