

# FUND POSITION STATEMENT

## Summary of Fund Asset Allocation and Performance

### Superannuation Fund Committee

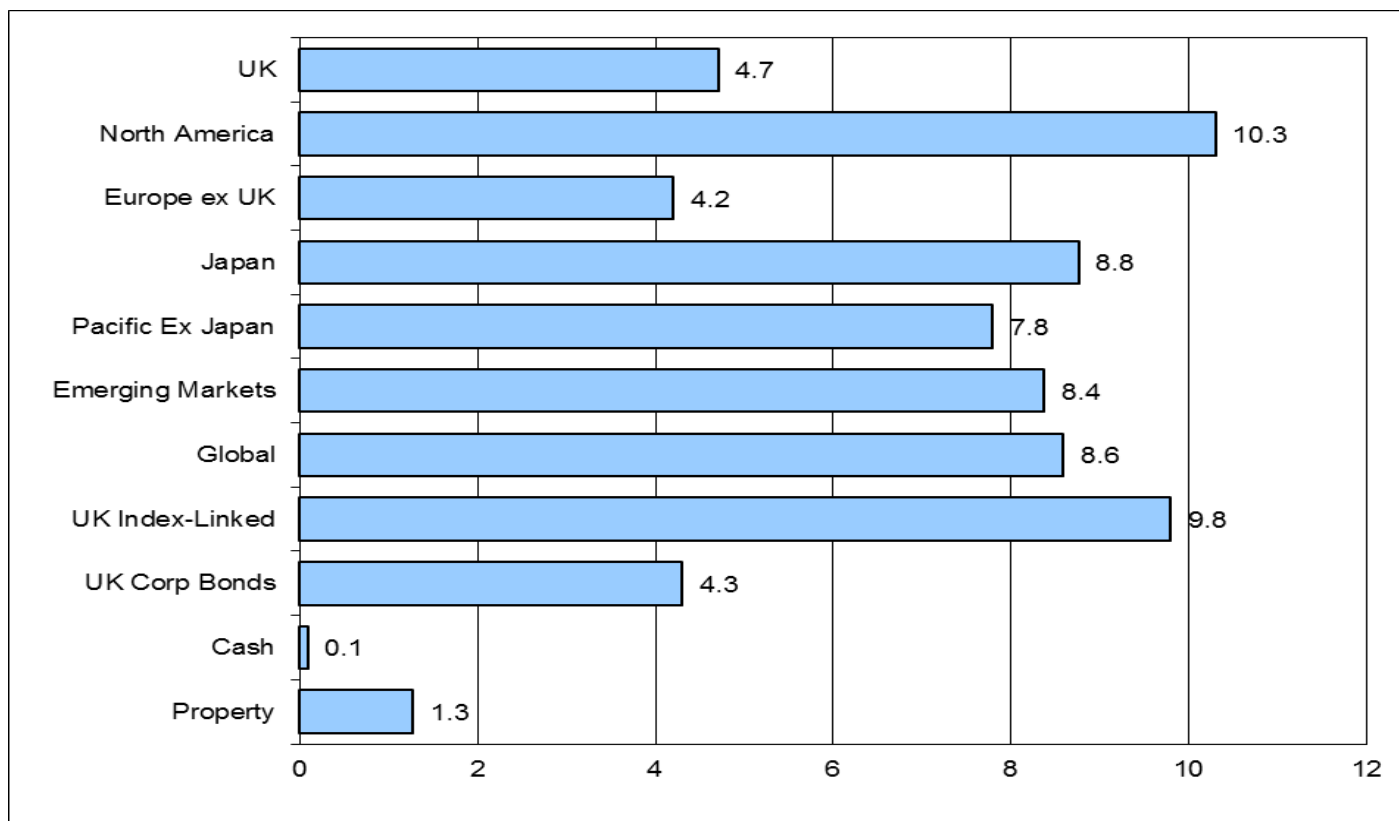
**By: Chairman Superannuation Fund Committee**  
Corporate Director of Finance and Procurement



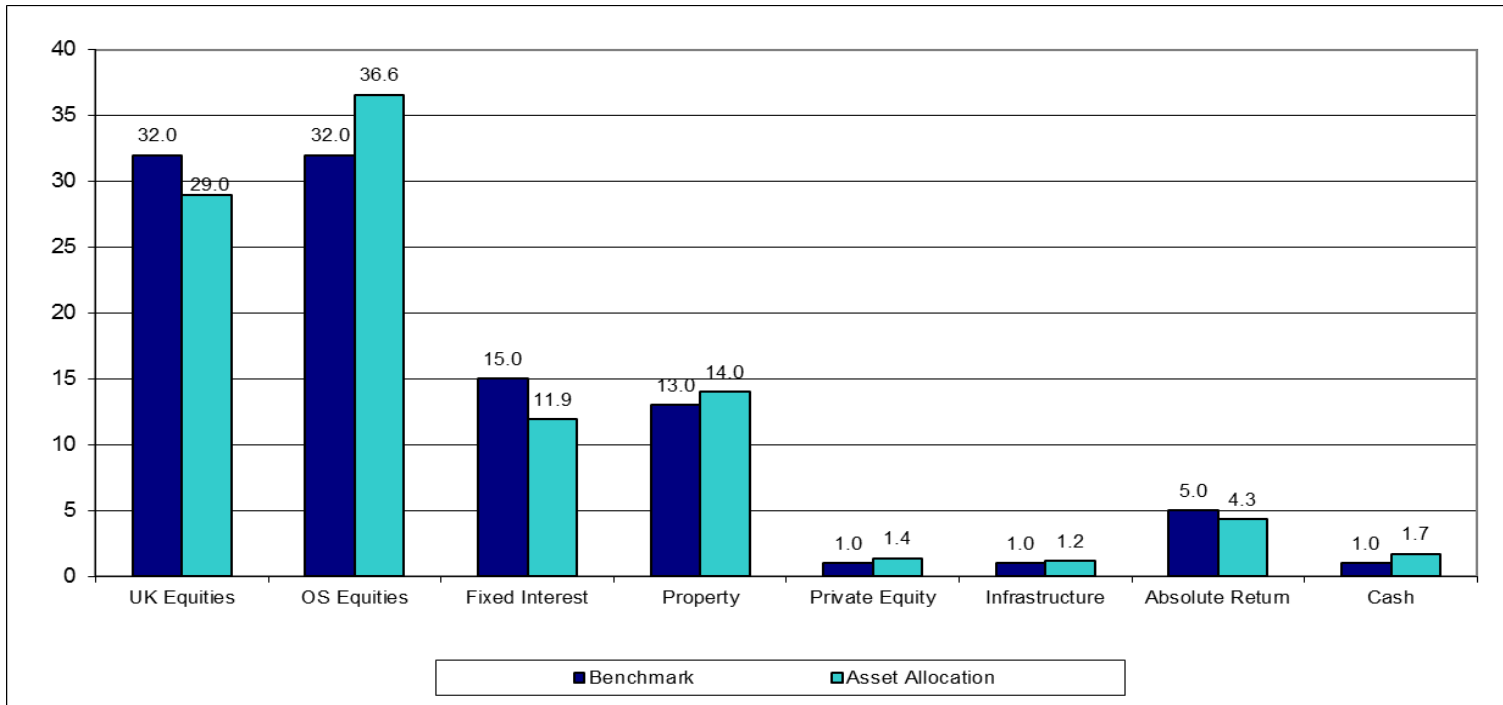
Kent County Council  
Superannuation Fund Q2 2016

Nick Vickers—Head of Financial Services

# Market Returns - 3 Months to 30 June 2016



# Asset Allocation vs Fund Benchmark - 30 June 2016



Asset Class	Kent Fund		Benchmark
	£m	%	%
UK Equities	1,385	29.0	32.0
Overseas Equities	1,748	36.6	32.0
Fixed Interest	570	11.9	15.0
Property	670	14.0	13.0
Private Equity	65	1.4	1.0
Infrastructure	55	1.2	1.0
Absolute Return	207	4.3	5.0
Cash	82	1.7	1.0
<b>Total Value</b>	<b>4,782</b>	<b>100</b>	<b>100.0</b>

## Asset Distribution Fund Manager - 30 June 2016

Values (GBP)'000	Mandate	Value at 31/03/2016	Transactions	Capital Gain / loss	Income	Value at 30/06/2016	% Fund	Benchmark
Schroders	UK Equity	731,581	14,242	10,217	13,838	756,040	16	Customised
State Street	UK Equity	313,299	-60,000	14,151	-31	267,450	6	FTSE All Share
Woodford	UK Equity	222,123	60,031	-2,397	-	279,757	6	FTSE All Share
State Street	Global Equity	208,455	-	18,408	-57	226,864	5	FTSE All World ex UK
Baillie Gifford	Global Equity	908,370	6,953	57,864	6,026	973,187	20	Customised
M&G	Global Equity	231,689	-	14,188	-	245,877	5	MSCI AC World GDR
Sarasin	Global Equity	164,031	1,091	13,290	1,107	178,411	4	MSCI AC World NDR
Schroders	Global Quantitative	206,051	-	18,486	-250	224,537	5	MSCI AC World NDR
Goldman Sachs	Fixed Interest	328,372	-	10,245	-326	338,617	7	+3.5% Absolute
Schroders	Fixed Interest	228,877	-	2,332	-127	231,209	5	Customised
Impax	Environmental	33,067	8	2,848	-	35,923	1	MSCI AC World NDR
DTZ	Property	486,591	-62	3,138	4,292	489,668	10	IPD All Properties Index
Fidelity	Property	106,854	-	1,749	-	108,603	2	IPD All Properties Index
Kames	Property	60,144	-	-415	-	59,729	1	IPD All Properties Index
M&G	Property	12,767	-	206	50	12,972	0	IPD All Properties Index
Harbourvest	Private Equity	52,813	616	4,286	-	57,715	1	GBP 7 Day LIBID
YFM	Private Equity	7,809	422	424	-	8,655	0	GBP 7 Day LIBID
Partners	Infrastructure	51,864	0	3,215	-	55,079	1	GBP 7 Day LIBID
Pyrford	Absolute Return	200,211	-	6,902	-	207,113	4	RPI + 5%
Internally Managed	Cash	27,132	-2,610	-	43	24,522	1	GBP 7 Day LIBID
<b>Total Fund</b>		<b>4,582,100</b>	<b>20,692</b>	<b>179,136</b>	<b>24,566</b>	<b>4,781,929</b>	<b>100</b>	<b>Kent Combined Fund</b>

# Performance Returns - 30 June 2016

	Quarter		1 year		3 years (p.a.)	
	Fund %	Benchmark %	Fund %	Benchmark %	Fund %	Benchmark %
<b>Total Fund</b>	4.4	4.9	7.5	7.6	8.3	8.3
		5.4*		8.8*		8.7*
<b>UK Equity</b>						
Schroders UK	3.3	4.6	-1.5	2.2	6.3	5.7
State Street	4.8	4.7	2.3	2.2	5.9	5.8
Woodford	-0.4	4.7	2.4	2.2	n/a	n/a
<b>Overseas Equity</b>						
Baillie Gifford	7.0	7.3	15.8	10.3	11.3	9.3
Sarasin	8.8	8.6	7.7	13.3	n/a	n/a
Schroders GAV	8.9	8.6	10.9	13.3	9.5	11.2
State Street	8.8	8.8	15.3	15.4	11.7	11.8
Impax Environmental Fund	8.6	8.6	17.9	13.3	11.3	11.2
M&G	6.1	8.8	7.4	13.9	n/a	n/a
<b>Fixed Interest</b>						
Goldman Sachs Fixed Interest	3.0	0.9	4.8	3.5	4.7	3.5
Schroders Fixed Interest	1.0	0.1**	-1.1	1.1**	2.5	2.6**
<b>Property</b>						
DTZ Property	1.5	1.3	10.4	9.1	15.2	14.4
Fidelity	1.6	1.3	7.2	9.1	n/a	n/a
Kames	-0.7	1.3	1.8	9.1	n/a	n/a
M&G	2.0	1.3	n/a	n/a	n/a	n/a
<b>Private Equity</b>						
Harbourvest	8.1	0.1	27.4	0.3	18.7	0.3
YFM	5.3	0.1	20.0	0.3	-0.1	0.3
<b>Infrastructure</b>						
Partners	6.2	0.1	36.4	0.3	11.7	0.3
<b>Absolute Return</b>						
Pyrford	3.4	2.0	8.1	6.6	4.3	6.7

Data Source: SSGS - Performance Services

- returns subject to rounding differences

\* Strategic Benchmark

# part period return

\*\* Schroders benchmarks are not calculated by SS but provided by the manager

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

# Fund Structure - 30 June 2016

UK Equities	Global Equities	Fixed Interest	Property	Cash/Alternatives
<b>Schroders</b> +1.5% £756m	<b>Baillie Gifford</b> +1.5% £973m	<b>Goldman Sachs</b> +6.0% Abs. £339m	<b>DTZ</b> Property £490m	<b>Kent Cash</b> £25m
<b>State Street</b> +0.0% £267m	<b>M&amp;G</b> +3.0% £246m	<b>Schroders</b> +2.0% £231m	<b>Fidelity</b> Property £109m	<b>Partners</b> Infrastructure £55m
<b>Woodford</b> £280m	<b>Schroders</b> +3.0 - +4.0% £225m		<b>Kames</b> Property £60m	<b>YFM Private</b> Equity £9m
	<b>State Street</b> +0.0% £227m		<b>M&amp;G</b> Property £13m	<b>HarbourVest</b> Private Equity £58m
	<b>Impax</b> +2.0% £36m			<b>Pyrford</b> RPI +5.0% £207m
Market Value £4.8bn as at 30 June 2016	<b>Sarasin</b> +2.5% £178m			