

# FUND POSITION STATEMENT

## Summary of Fund Asset Allocation and Performance

### Pension Fund Committee

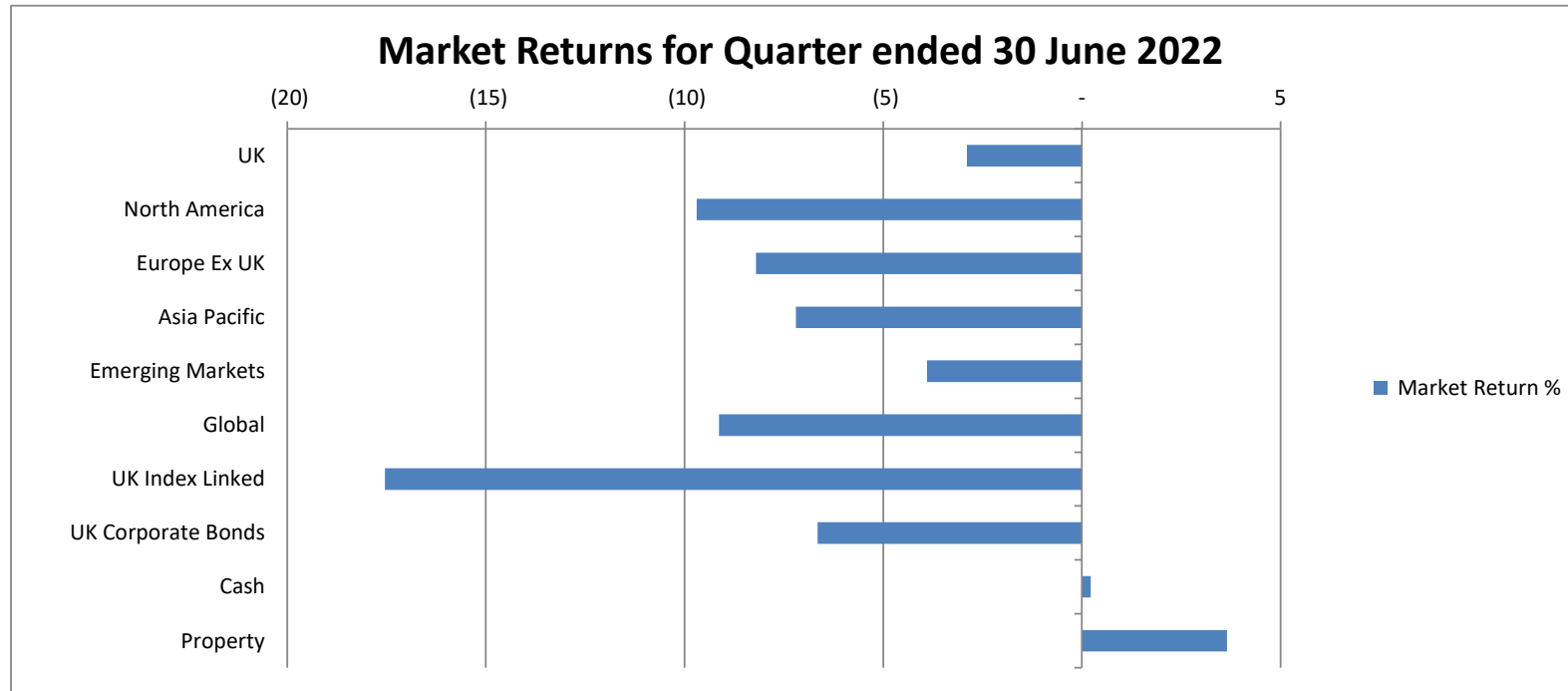
**By: Chairman Pension Fund Committee**  
Corporate Director of Finance



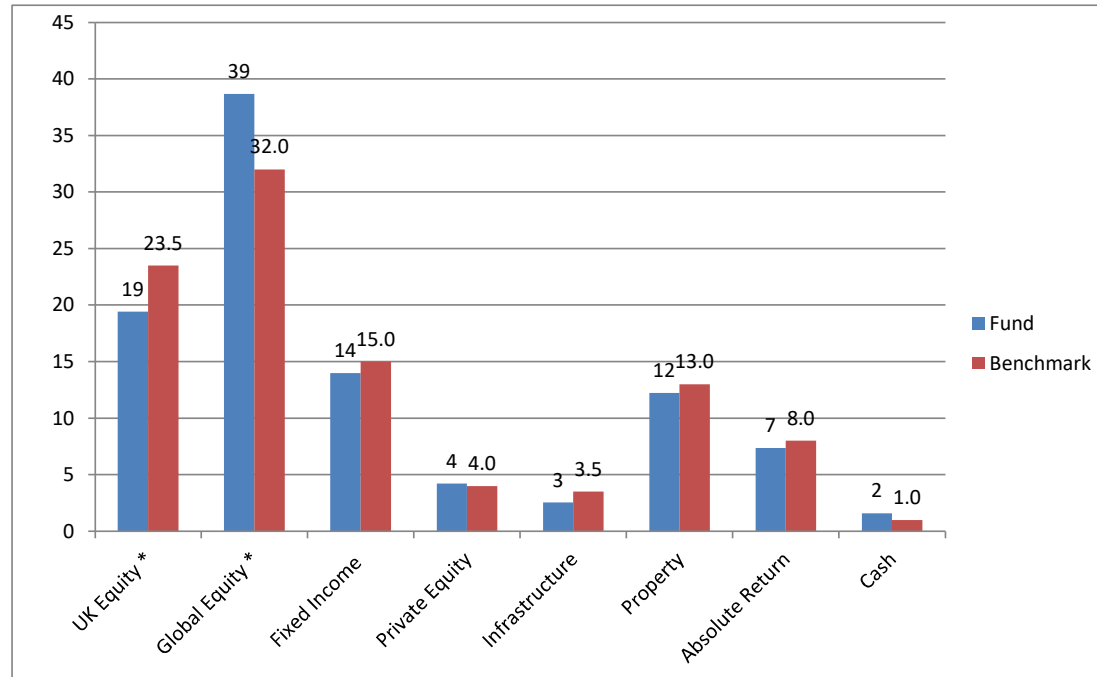
Kent County Council  
Pension Fund Q1 2022-23

Katherine Gray- Principal Accountant

## Market Returns for Quarter ended 30 June 2022



## Fund Asset Allocation vs Benchmark as at 30 June 2022



Asset Class	Fund		Benchmark	Over / (under) weight
	£m	%	%	%
UK Equity *	1,471	19.4	23.5	-4.1
Global Equity *	2,930	38.7	32	6.7
Fixed Income	1,058	14.0	15	-1.0
Private Equity	319	4.2	4	0.2
Infrastructure	192	2.5	3.5	-1.0
Property	927	12.2	13	-0.8
Absolute Return	557	7.3	8	-0.7
Cash	120	1.6	1	0.6
<b>Total</b>	<b>7,575</b>	<b>100</b>	<b>100</b>	

\* Our synthetic equity exposure with Insight is included in UK and Global Equities

## Fund Asset Class Performance for Quarter ending 30 June 2022



Asset Class	Fund %	Benchmark %	Outperformance %
Total Equity (without equity protection)	-9.99	-7.19	-2.79
Total Equity (with equity protection)	-2.33	-7.43	5.10
Fixed Income	-5.46	0.83	-6.28
Property	3.02	3.65	-0.63
Absolute Return	-1.87	6.25	-8.11
Private Equity	6.51	0.22	6.28
Infrastructure	2.53	0.22	2.31

## Market Value Summary by Fund Manager as at 30 June 2022

Fund Manager	Asset Class	Market Value as at 31 March 2022 (£m)	Market Value as at 30 June 2022 (£m)	Change in Market Value (£m)	% of Total Fund 30 June 2022
Schroders - LF ACCESS UK Equity Fund	UK Equity	1,143	1,095	-48	14.5%
Insight	Equity Protection Program	791	1,057	266	14.0%
Baillie Gifford - LF ACCESS Global Equity Core Fund	Global Equity	1,190	951	-239	12.6%
DTZ	Direct Property	578	590	12	7.8%
M&G - LF ACCESS Global Dividend Fund	Global Equity	518	489	-29	6.5%
Schroders GAV - LF ACCESS Global Active Value Fund	Global Equity	401	385	-16	5.1%
Goldman Sachs	Fixed Interest	401	375	-26	5.0%
Pyrford	Absolute Return	376	373	-3	4.9%
Sarasin	Global Equity	381	349	-32	4.6%
Harbourvest	Private Equity	217	262	46	3.5%
Schroders	Fixed Interest	243	238	-6	3.1%
M&G Alpha Opportunities	Fixed Interest	240	230	-10	3.0%
CQS	Fixed Interest	238	219	-20	2.9%
Partners	Infrastructure	168	192	24	2.5%
Ruffer - LF ACCESS Absolute Return Fund	Absolute Return	191	183	-8	2.4%
Fidelity	Pooled Property	165	174	8	2.3%
M&G Residential Property	Pooled Property	68	69	1	0.9%
Impax Environmental Markets	Global Equity	75	68	-7	0.9%
YFM	Private Equity	56	57	1	0.8%
DTZ Pooled Funds	Pooled Property	50	52	2	0.7%
Aegon (Kames)	Pooled Property	43	42	-1	0.6%
Woodford	UK Equity	8	7	-1	0.1%
Internally managed cash	Cash	132	117	-15	1.5%
<b>Total Kent Fund</b>		<b>7,674</b>	<b>7,575</b>	<b>-99</b>	<b>100.0%</b>
<b>Total investments in ACCESS pooled funds</b>		<b>3,675</b>	<b>3,103</b>		
<b>Percentage of the total Fund</b>		<b>48%</b>	<b>41%</b>		

## Performance Returns as at 30 June 2022

	Quarter		1 Year		3 Year (p.a.)	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
<b>Total Fund *</b>	-1.63	-2.97	-2.47	3.29	5.63	5.49
<b>UK Equity</b>						
Schroders - LF ACCESS UK Equity Fund	-4.19	-4.46	1.43	3.66	3.32	2.06
Woodford	-13.18	-5.04	-17.44	1.64	-27.54	2.41
<b>Global Equity</b>						
Baillie Gifford - LF ACCESS Global Equity Core Fund	-20.06	-7.70	-38.83	-5.53	2.82	5.51
Sarasin	-8.48	-8.56	-5.59	-4.17	8.98	7.88
Schroders - LF ACCESS Global Active Value Fund	-3.97	-8.56	2.30	-4.17	3.32	2.06
Impax	-8.81	-8.56	-10.96	-4.17	9.63	7.88
M&G - LF ACCESS Global Dividend Fund	-5.52	-8.56	5.00	-4.17	9.99	7.88
<b>Fixed Interest</b>						
Goldman Sachs	-6.48	0.86	-10.98	3.50	-1.66	3.50
Schroders Fixed Interest	-2.31	0.15	-6.22	0.31	-1.62	0.47
CQS	-8.28	1.14	-7.98	4.32	--	--
M&G Alpha Opportunities	-4.14	1.14	-4.25	4.32	--	--
<b>Property</b>						
DTZ	2.63	3.65	20.55	23.33	9.92	9.52
Fidelity	5.03	3.65	20.75	23.33	9.75	9.52
Aegon (Kames)	3.62	3.65	18.26	23.33	5.29	9.52
M&G Property	1.39	3.65	5.33	23.33	1.93	9.52
<b>Private Equity</b>						
Harbourvest	8.12	0.22	47.10	0.28	32.04	0.20
YFM	0.00	0.22	41.91	0.28	23.66	0.20
<b>Infrastructure</b>						
Partners	2.53	0.22	10.60	0.28	-1.63	0.20
<b>Absolute Return</b>						
Pyrford	-0.72	6.25	2.43	16.94	2.93	10.54
Ruffer - LF ACCESS Absolute Return Fund	-4.12	6.25	0.98	16.94	9.18	10.54

\* The total fund return includes the impact of the equity protection program, a separate report detailing the performance of the program is provided as a separate report

## Fund Manager Benchmarks and Performance Targets

Asset Class / Manager	Performance Benchmark	Performance Target
<b>UK Equities:</b>		
Schroders - LF ACCESS UK Equity Fund	Customised	+1.5% pa over rolling 3 years
Woodford	FTSE All Share	Unconstrained
<b>Global Equities:</b>		
Baillie Gifford - LF ACCESS Global Equity Core Fund	Customised	+1.5% pa over rolling 3 years
Sarasin	MSCI AC World Index NDR	+2.5% over rolling 3 - 5 years
M&G - LF ACCESS Global Dividend Fund	MSCI AC World Index GDR	+3% pa
Schroders - LF 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
<b>Fixed Income:</b>		
Schroders Fixed Interest	ICE BofA Sterling 3 month Gov Bill Index	+4% pa over a full market cycle
Goldman Sachs	+3.5% Absolute	+6% Absolute
CQS	ICE BofA Sterling 3 month Gov Bill Index + 4%	
M&G Alpha Opportunities	ICE BofA Sterling 3 month Gov Bill Index + 4%	
<b>Property:</b>		
DTZ	IPD Pension Fund Index	≥ 3 year rolling average of benchmark returns
Fidelity	IPD UK PF Property Fund Index	
Aegon (Kames)	IPD UK PF Property Fund Index	
M&G Property	IPD UK PF Property Fund Index	
<b>Alternatives: (Cash / Other Assets)</b>		
Private Equity – YFM	SONIA	
Private Equity – HarbourVest	SONIA	
Infrastructure – Partners Group	SONIA	
Absolute Return – Pyrford	Retail Price Index (RPI)	RPI + 5%
Ruffer - LF ACCESS Absolute Return Fund	Retail Price Index (RPI)	
Internally managed cash – KCC Treasury and Investments team	SONIA	

