

# FUND POSITION STATEMENT

## Summary of Fund Asset Allocation and Performance

### Superannuation Fund Committee

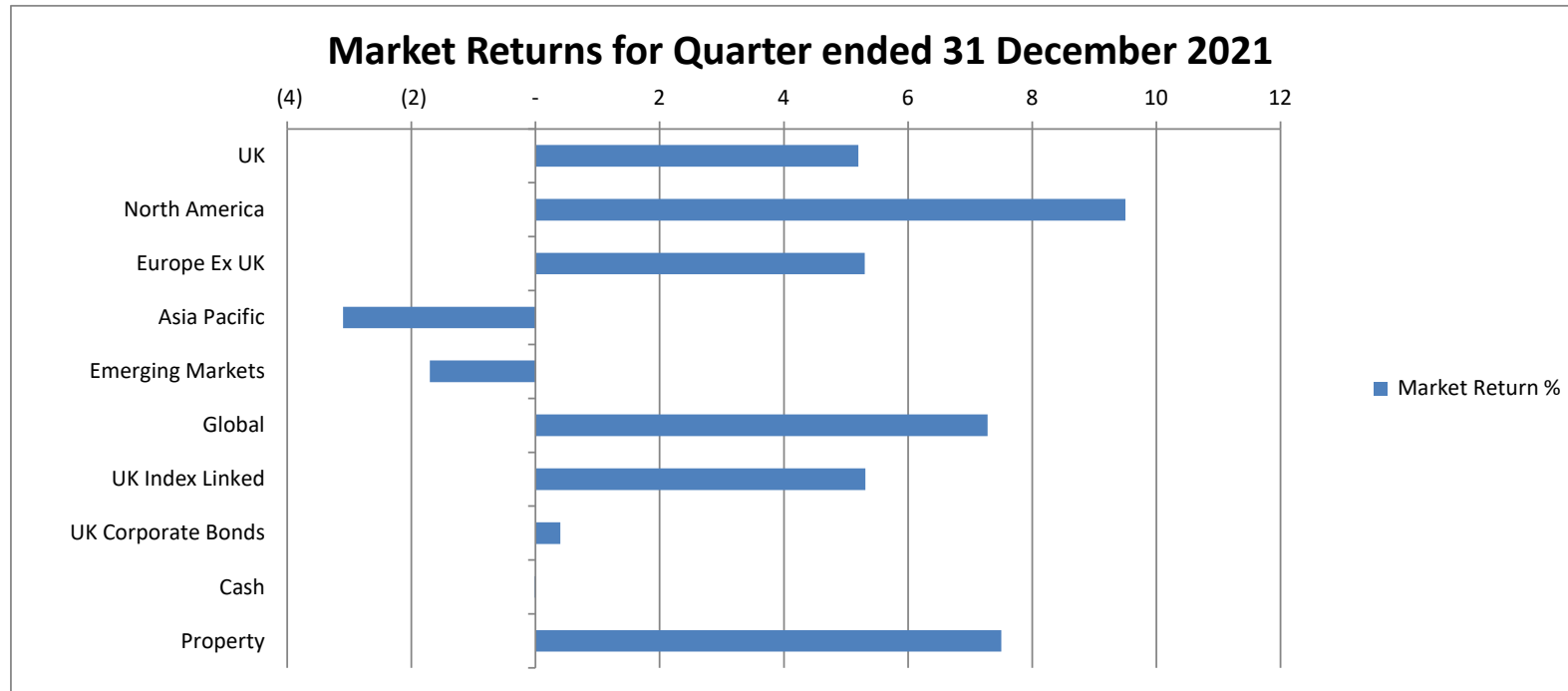
**By: Chairman Superannuation Fund Committee**  
Corporate Director of Finance



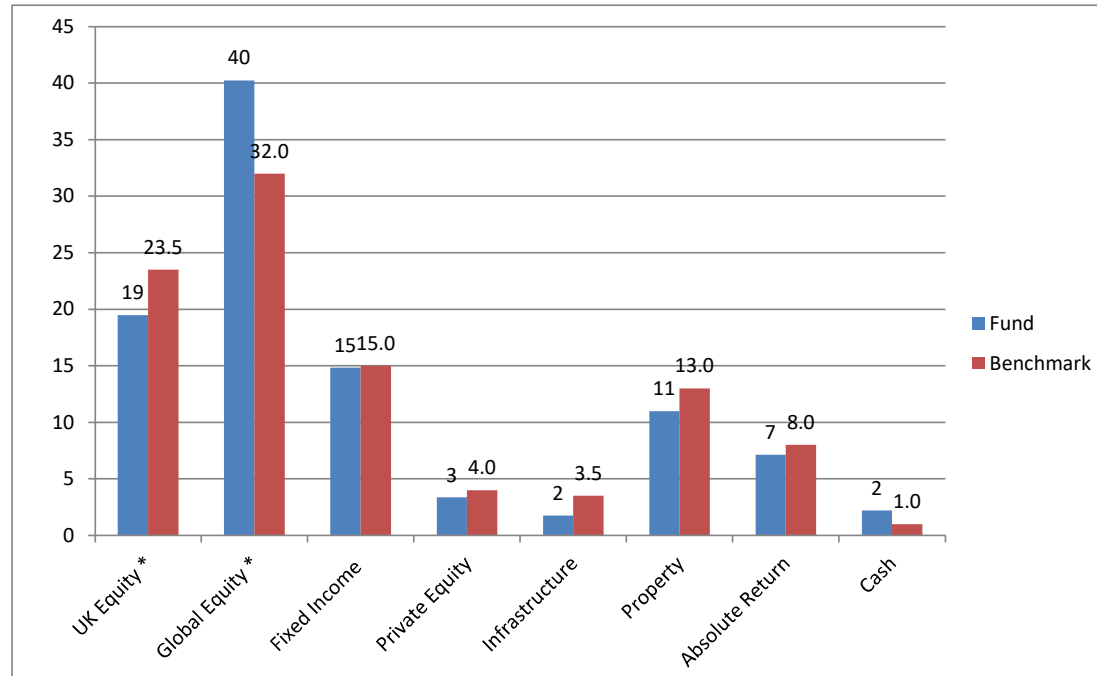
Kent County Council  
Superannuation Fund Q3 2021-22

Alison Mings- Acting Business Partner -  
Kent Pension Fund

## Market Returns for Quarter ended 31 December 2021



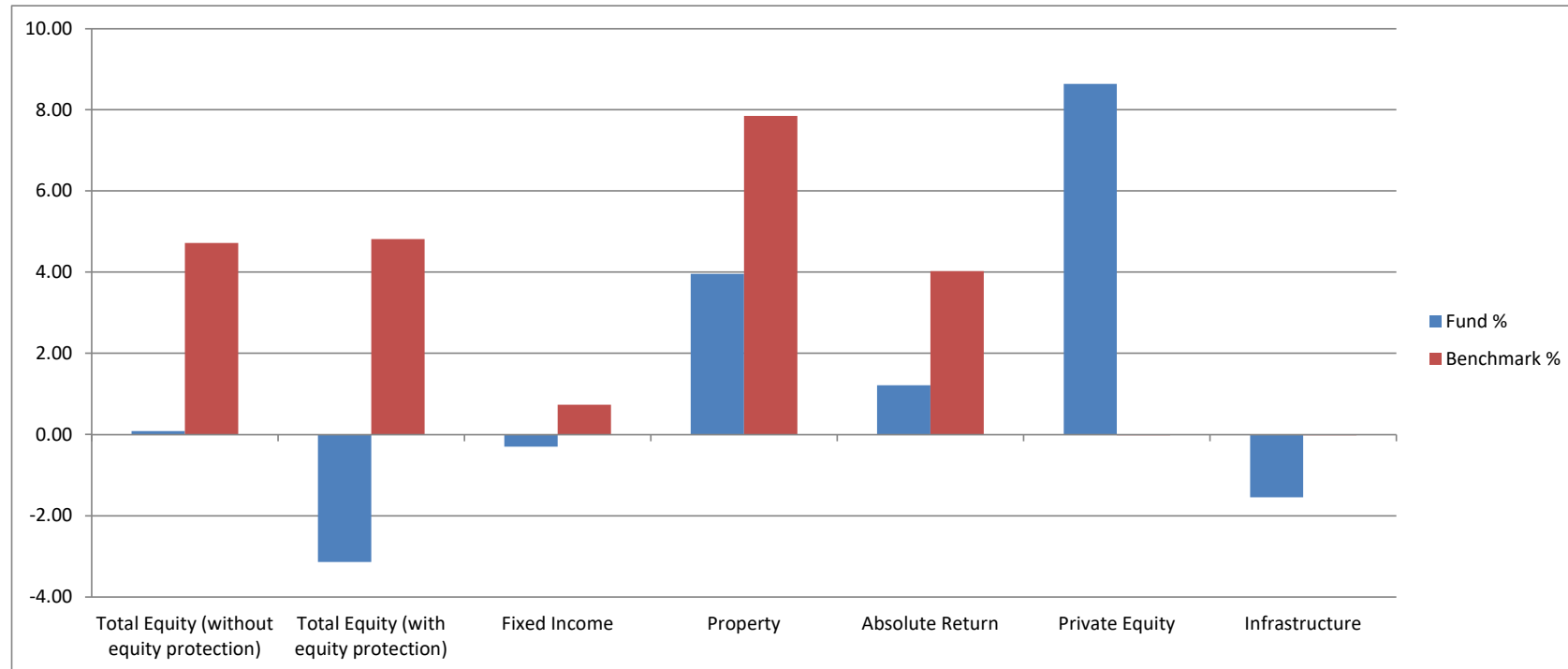
## Fund Asset Allocation vs Benchmark as at 31 December 2021



Asset Class	Fund		Benchmark	Over / (under) weight
	£m	%	%	%
UK Equity *	1,511	19.5	23.5	-4.0
Global Equity *	3,120	40.2	32	8.2
Fixed Income	1,151	14.8	15	-0.2
Private Equity	261	3.4	4	-0.6
Infrastructure	135	1.7	3.5	-1.8
Property	852	11.0	13	-2.0
Absolute Return	554	7.1	8	-0.9
Cash	171	2.2	1	1.2
<b>Total</b>	<b>7,755</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 31 December 2021



Asset Class	Fund %	Benchmark %	Outperformance %
Total Equity (without equity protection)	0.08	4.72	-4.63
Total Equity (with equity protection)	-3.14	4.82	-7.96
Fixed Income	-0.30	0.73	-1.03
Property	3.96	7.85	-3.89
Absolute Return	1.22	4.02	-2.81
Private Equity	8.64	-0.02	8.66
Infrastructure	-1.54	-0.02	-1.53

## Market Value Summary by Fund Manager as at 31 December 2021

Fund Manager	Asset Class	Market Value as at 30 September 2021 (£m)	Market Value as at 31 December 2021 (£m)	Change in Market Value (£m)	% of Total Fund 31 December 2021
Baillie Gifford - LF ACCESS Global Equity Core Fund *	Global Equity	1,842	1,475	-367	19.0%
Schroders - LF ACCESS UK Equity Fund	UK Equity	1,092	1,114	21	14.4%
Insight *	Equity Protection Program	524	670	147	8.6%
DTZ	Direct Property	524	538	14	6.9%
M&G - LF ACCESS Global Dividend Fund	Global Equity	480	493	13	6.4%
Goldman Sachs	Fixed Interest	423	423	0	5.5%
Sarasin	Global Equity	379	395	16	5.1%
Schroders GAV - LF ACCESS Global Active Value Fund	Global Equity	376	394	18	5.1%
Pyrford	Absolute Return	366	370	5	4.8%
Schroders	Fixed Interest	253	249	-3	3.2%
M&G Alpha Opportunities	Fixed Interest	241	242	0	3.1%
CQS	Fixed Interest	240	240	0	3.1%
Harbourvest	Private Equity	195	204	9	2.6%
Ruffer - LF ACCESS Absolute Return Fund	Absolute Return	182	184	2	2.4%
Fidelity	Pooled Property	149	159	9	2.0%
Partners	Infrastructure	101	135	34	1.7%
Impax Environmental Markets	Global Equity	79	81	2	1.0%
M&G Residential Property	Pooled Property	66	67	1	0.9%
YFM	Private Equity	48	57	9	0.7%
DTZ Pooled Funds	Pooled Property	43	46	4	0.6%
Aegon (Kames)	Pooled Property	44	43	-2	0.5%
Woodford	UK Equity	8	9	1	0.1%
Internally managed cash	Cash	193	167	-26	2.2%
<b>Total Kent Fund</b>		<b>7,850</b>	<b>7,755</b>	<b>-95</b>	<b>100.0%</b>

**Total investments in ACCESS pooled funds**

**3,675**

**3,660**

**Percentage of the total Fund**

**47%**

**47%**

\* £300m redeemed from Baillie Gifford and invested into Insight Equity Protection Program in December

## Performance Returns as at 31 December 2021

	Quarter		1 Year		3 Year (p.a.)	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
<b>Total Fund *</b>	-1.20	4.31	4.81	14.02	10.34	9.45
<b>UK Equity</b>						
Schroders - LF ACCESS UK Equity Fund	1.96	4.36	13.48	18.66	8.42	2.28
Woodford	13.29	4.20	-24.47	18.32	-24.43	8.34
<b>Global Equity</b>						
Baillie Gifford - LF ACCESS Global Equity Core Fund	-3.69	3.91	3.33	15.59	27.47	15.59
Sarasin	4.11	6.20	15.41	19.63	19.76	17.94
Schroders - LF ACCESS Global Active Value Fund	4.69	6.20	24.13	19.63	13.00	17.94
Impax	2.20	6.20	18.91	19.63	23.91	17.94
M&G - LF ACCESS Global Dividend Fund	2.71	6.20	14.94	19.63	15.43	17.94
<b>Fixed Interest</b>						
Goldman Sachs	-0.10	0.86	0.57	3.50	4.72	3.50
Schroders Fixed Interest	-1.28	0.01	0.04	0.08	1.62	0.56
CQS	0.04	1.00	5.39	4.08	--	--
M&G Alpha Opportunities	0.06	1.00	3.37	4.08	--	--
<b>Property</b>						
DTZ	4.18	7.85	21.41	19.99	7.21	6.73
Fidelity	6.27	7.50	22.42	19.17	6.62	6.21
Aegon (Kames)	-1.99	7.50	3.89	19.17	-0.24	6.21
M&G Property	0.80	7.50	2.00	19.17	1.16	6.21
<b>Private Equity</b>						
Harbourvest	6.92	-0.02	54.27	-0.08	27.97	0.19
YFM	15.72	-0.02	70.11	-0.08	30.71	0.19
<b>Infrastructure</b>						
Partners	-1.54	-0.02	-4.28	-0.08	-4.01	0.19
<b>Absolute Return</b>						
Pyrford	1.26	4.02	3.60	12.55	3.95	8.62
Ruffer - LF ACCESS Absolute Return Fund	1.13	4.02	10.03	12.55	11.09	12.55

\* 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	3 months Sterling Libor **	+4% pa over a full market cycle
Goldman Sachs	+3.5% Absolute	+6% Absolute
CQS	Libor + 4%**	
M&G Alpha Opportunities	Libor + 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	GBP 7 Day LIBID *	
Private Equity – HarbourVest	GBP 7 Day LIBID *	
Infrastructure – Partners Group	GBP 7 Day LIBID *	
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	GBP 7 Day LIBID *	

