

# FUND POSITION STATEMENT

## Summary of Fund Asset Allocation and Performance

### Pension Fund Committee

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

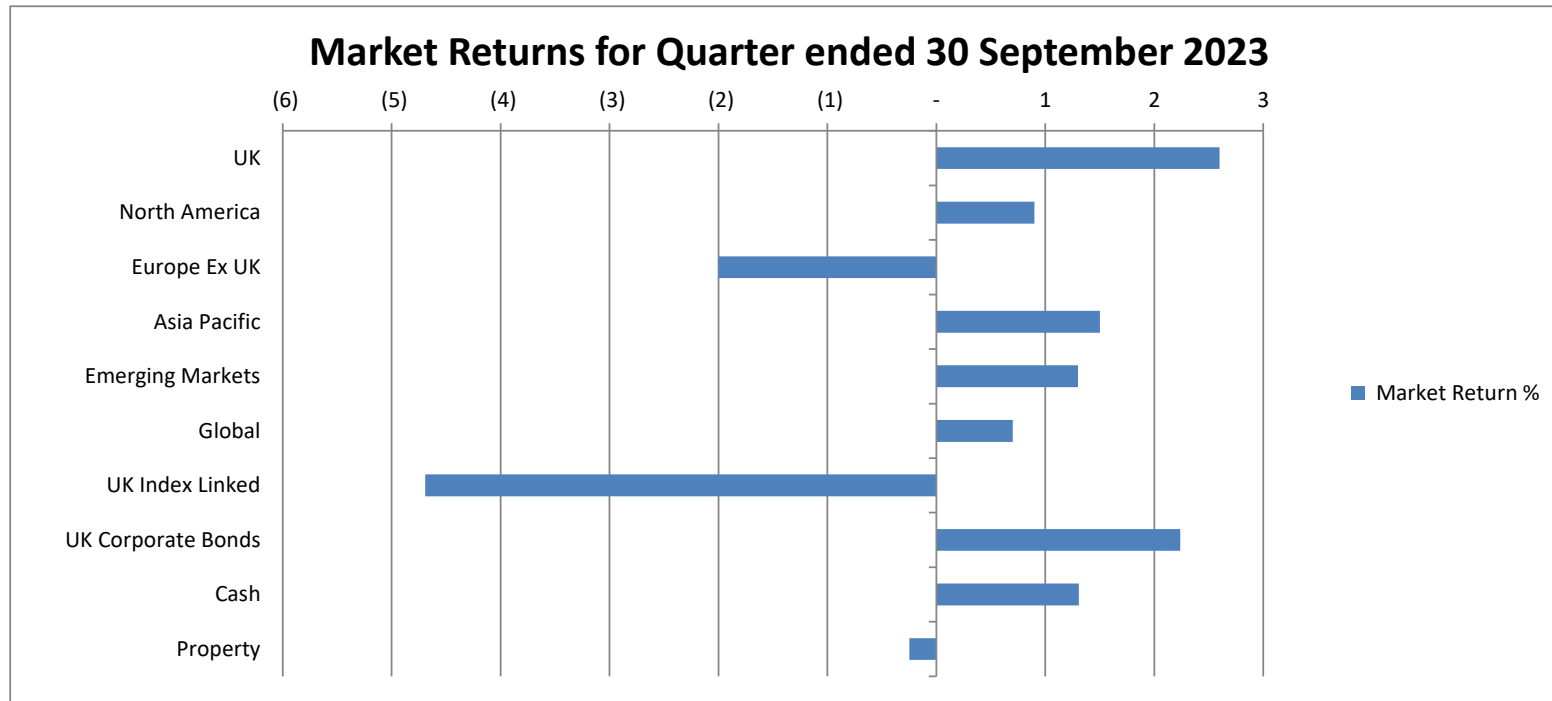


Kent Pension Fund

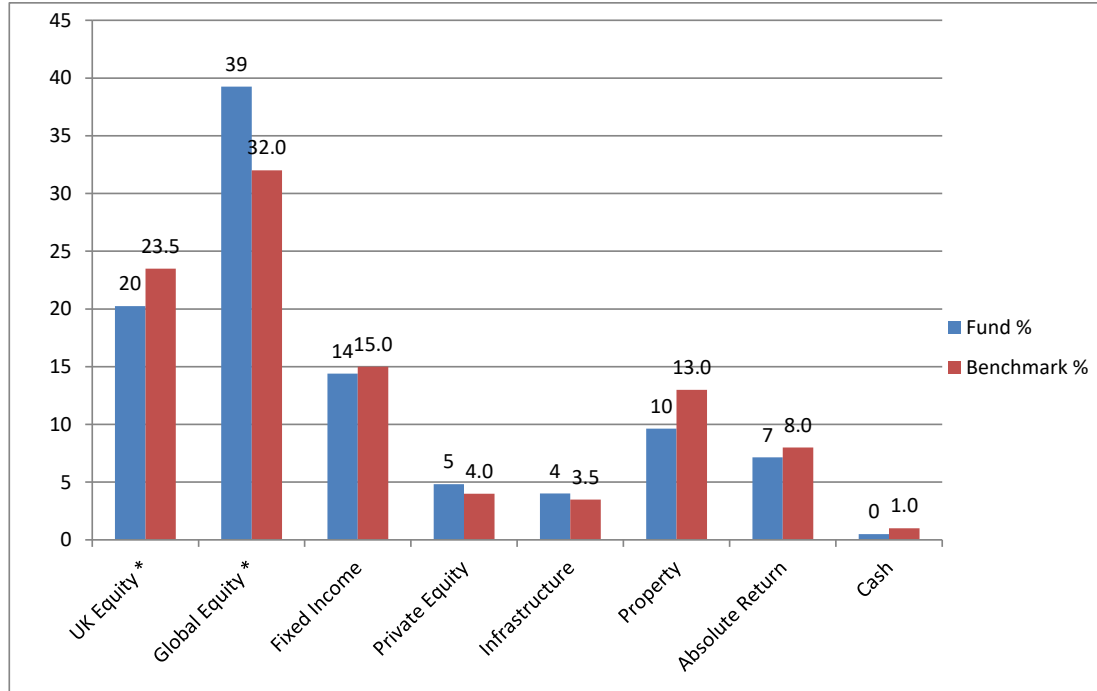
Q2 2023-24

Connor Steensel - Graduate Accountant

## Market Returns for Quarter ended 30 September 2023



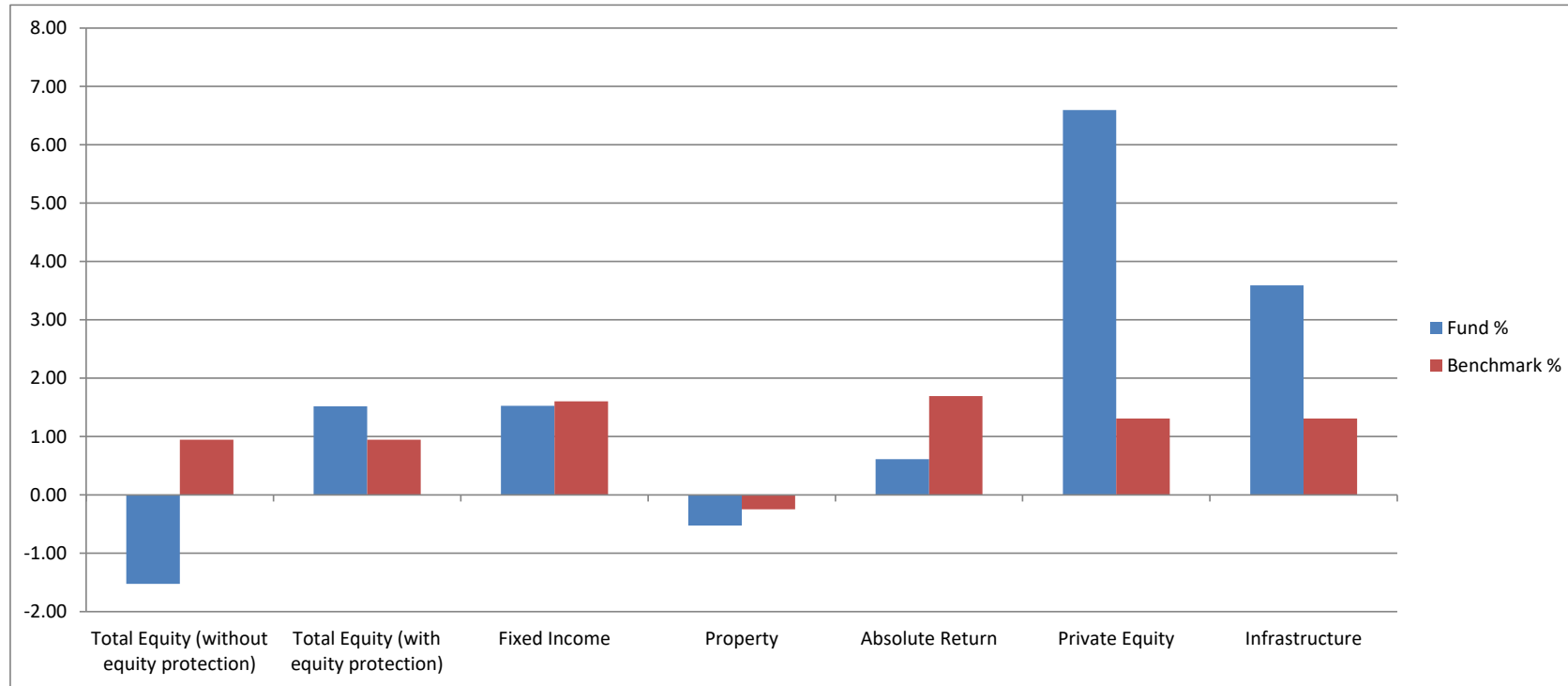
## Fund Asset Allocation vs Benchmark as at 30 September 2023



Asset Class	Fund		Benchmark	Over / (under) weight
	£m	%	%	%
UK Equity *	1,584	20.2	23.5	-3.3
Global Equity *	3,072	39.2	32	7.2
Fixed Income	1,127	14.4	15	-0.6
Private Equity	378	4.8	4	0.8
Infrastructure	315	4.0	3.5	0.5
Property	754	9.6	13	-3.4
Absolute Return	559	7.1	8	-0.9
Cash	38	0.5	1	-0.5
Total	7,826	100	100	

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

## Fund Asset Class Performance for Quarter ending 30 September 2023



Asset Class	Fund %	Benchmark %	Outperformance %
Total Equity (without equity protection)	-1.53	0.94	-2.47
Total Equity (with equity protection)	1.52	0.94	0.57
Fixed Income	1.53	1.60	-0.08
Property	-0.52	-0.25	-0.27
Absolute Return	0.61	1.70	-1.08
Private Equity	6.60	1.31	5.29
Infrastructure	3.59	1.31	2.28

## Market Value Summary by Fund Manager as at 30 September 2023

Fund Manager	Asset Class	Market Value as at 30 June 2023 (£m)	Market Value as at 30 September 2023 (£m)	Change in Market Value (£m)	% of Total Fund 30 September 2023
Schroders - LF ACCESS UK Equity Fund	UK Equity	1,178	1,189	11	15.2%
Baillie Gifford - LF ACCESS Global Equity Core Fund	Global Equity	1,091	1,041	-50	13.3%
Insight	Equity Protection Program	914	1,039	126	13.3%
M&G - LF ACCESS Global Dividend Fund	Global Equity	536	523	-13	6.7%
DTZ	Direct Property	501	474	-27	6.1%
Schroders GAV - LF ACCESS Global Active Value Fund	Global Equity	410	422	12	5.4%
Goldman Sachs	Fixed Income	388	391	3	5.0%
Sarasin	Global Equity	384	372	-12	4.8%
Pyrford	Absolute Return	376	381	6	4.9%
Partners	Infrastructure	287	315	27	4.0%
Harbourvest	Private Equity	266	286	20	3.7%
M&G Alpha Opportunities	Fixed Income	252	259	7	3.3%
Schroders	Fixed Income	240	241	1	3.1%
CQS	Fixed Income	233	239	6	3.1%
Ruffer - LF ACCESS Absolute Return Fund	Absolute Return	179	177	-2	2.3%
Fidelity	Pooled Property	142	142	0	1.8%
YFM	Private Equity	86	92	6	1.2%
Impax Environmental Markets	Global Equity	72	67	-5	0.9%
M&G Residential Property	Pooled Property	69	69	0	0.9%
DTZ Pooled Funds	Pooled Property	39	39	0	0.5%
DTZ (Kames)	Pooled Property	32	29	-3	0.4%
Woodford	UK Equity	2	2	0	0.0%
Internally managed cash	Cash	56	34	-22	0.4%
<b>Total Kent Fund</b>		<b>7,734</b>	<b>7,825</b>	<b>91</b>	<b>100.0%</b>

**Total investments in ACCESS pooled funds**

**3,394**

**3,353**

**Percentage of the total Fund**

**44%**

**43%**

## Performance as at 30 September 2023

	Quarter		1 Year		3 Year (p.a.)	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
<b>Total Fund</b>	1.56	1.08	2.67	6.47	4.78	7.16
<b>UK Equity</b>						
Schroders - LF ACCESS UK Equity Fund	0.94	2.35	14.13	13.89	10.90	12.28
Woodford	7.45	1.88	-38.13	13.84	-36.30	11.81
<b>Global Equity</b>						
Baillie Gifford - LF ACCESS Global Equity Core Fund	-4.56	0.33	7.22	12.72	-6.32	8.29
Sarasin	-3.14	0.62	7.11	10.48	6.72	8.96
Schroders - LF ACCESS Global Active Value Fund	3.00	0.62	10.33	10.48	16.02	8.96
Impax	-6.39	0.62	-1.40	10.48	5.10	8.96
M&G - LF ACCESS Global Dividend Fund	-2.47	0.62	10.17	10.48	12.41	8.96
<b>Fixed Income</b>						
Goldman Sachs	0.72	0.86	7.97	3.50	-1.41	3.50
Schroders Fixed Income	0.54	1.37	1.70	4.15	-0.43	1.56
CQS	2.56	1.37	10.70	4.15	3.36	1.56
M&G Alpha Opportunities	2.76	1.37	11.87	4.15	4.88	1.56
<b>Property</b>						
DTZ	-0.76	-0.25	-10.37	-13.78	5.76	3.46
Fidelity	-0.10	-0.25	-15.77	-13.78	3.40	3.46
DTZ (Kames)	0.24	-0.25	-9.58	-13.78	3.49	3.46
M&G Property	0.07	-0.25	-0.97	-13.78	2.22	3.46
<b>Private Equity</b>						
Harbourvest	6.12	1.31	-4.36	4.12	25.10	1.56
YFM	7.95	1.31	28.67	4.12	38.58	1.56
<b>Infrastructure</b>						
Partners	3.59	1.31	11.56	4.12	6.28	1.56
<b>Absolute Return</b>						
Pyrford	1.48	1.70	4.48	13.82	3.25	13.76
Ruffer - LF ACCESS Absolute Return Fund	-1.21	1.70	-7.54	13.82	4.16	13.76

## 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 Income	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	ICE BofA Sterling 3 month Gov Bill Index + 4%
M&G Alpha Opportunities	ICE BofA Sterling 3 month Gov Bill Index	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	
DTZ (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	

## Fund Structure as at 30 September 2023

UK Equities	Global Equities	Fixed Income	Property	Cash/Alternatives
Schroders +1.5% £1,189 m	Baillie Gifford +1.5% £1,041 m	Goldman Sachs +6.0% Abs. £391 m	DTZ Property £514 m	Internally managed Cash £34 m
Woodford £2 m	M&G +3.0% £523 m	Schroders +4.0% £241 m	Fidelity Property £142 m	Partners Infrastructure £315 m
	Schroders +3.0% - +4% £422 m	CQS £239 m	DTZ (Kames) Property £29 m	YFM Private Equity £92 m
	Impax +2.0% £67 m	M&G Alpha Opps £259 m	M&G Property £69 m	HarbourVest Private Equity £286 m
	Sarasin +2.5% £372 m			Pyrford Abs. Return RPI + 5% £381 m
	Insight Equity Protection £1,039 m			Ruffer Abs. Return RPI £177 m
			Total Fund    £7.8 bn	ACCESS funds