

Investment project – mapping

This table is addressed to the Pension Fund Sub Committee (“the Committee” of the Brent Pension Fund. It supports the presentations we give to the Committee on 26 June.

	Style	Manager	31/03/2018 Value (£m)	31/03/2018 Actual allocation (%)	Current Target Asset Allocation (%)	Interim Asset Allocation (%)	Proposed Target Asset Allocation (%)	Comment
Private Equity	Fund of Funds	Capital Dynamics	64.5	7.8	10.0	5.0	0.0	Allocation gradually being unwound. No further commitments to be made. Further work to get indication of timescale for run-off. Continue to include exposure in total equity allocation.
	Fund of Funds	Yorkshire	0.5	0.1				
Equities	UK Passive	LGIM (CIV)	108.4	13.1	45.0	45.0	45.0	Adjust the benchmark to have lower UK allocation and add a proportion of emerging markets. Redeem small cap equities and proceeds invested into passive mandate
	Overseas Passive	LGIM (CIV)	274.3	33.0				
	Small-Cap	Henderson	31.6	3.8				
Diversified Growth	Multi-asset	Baillie Gifford (CIV)	75.5	9.1	21.0	18.0	15.0	Although DGFs are part of Fund’s growth exposure they also provide a degree of exposure to income and protection assets. They can act as “balancing” item for strategic allocation during the period as the income exposure is being built up.
	Multi-asset	Ruffer (CIV)	48.8	5.9				
Total growth	-	-	603.6	72.8	76.0	68.0	60.0	

	Style	Manager	31/03/2018 Value (£m)	31/03/2018 Actual allocation (%)	Current Target Asset Allocation (%)	Interim Asset Allocation (%)	Final Proposed Target Asset Allocation (%)	Comment
Infrastructure	Direct	Alinda	24.9	3.0	8.0	12.0	15.0	Priority is to work towards current target. Investigate scope to commit additional monies e.g. working with existing managers and CIV. Also potential use of secondary market.
	Funds+ Direct	Capital Dynamics	8.4	1.0				
Property	Europe fund-of-funds	Aviva	2.1	0.2	0.0	0.0	0.0	Being wound down. No further commitments
New income mandate	One or more	TBC	0.0	0.0	0.0	5.0	10.0	Potential to add core UK property or other additional income fund via secondary market as initial step
Total income	-	-	35.4	4.2	8.0	17.0	25.0	
Fixed Income	Active	Henderson – Total Return	94.1	11.3	15.0	0.0	0.0	Redeem Henderson Fund, not going to be part of CIV.
Fixed Income	Active/ Passive	Recommend LGIM/CIV	-	-	-	15.0	15.0	Recommendation is for proportion c.10% in passive longer duration bonds plus c 5% allocation to multi-asset credit
Cash	Short-dated	In-house	97.0	11.7	1.0	-	-	Remove 1% strategic allocation to cash
Protection	-	-	191.1	23.0	16.0	15.0	15.0	-
TOTAL	-	-	830.2	100.0	100.0	100.0	100.0	-

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For and on behalf of Hymans Robertson LLP

General Risk Warning

Please note the value of investments, and income from them, may fall as well as rise. This includes equities, government or corporate bonds, and property, whether held directly or in a pooled or collective investment vehicle. Further, investments in developing or emerging markets may be more volatile and less marketable than in mature markets. Exchange rates may also affect the value of an overseas investment. As a result, an investor may not get back the amount originally invested. Past performance is not necessarily a guide to future performance.