

<b>Item No.</b> 8.	<b>Classification:</b> Open	<b>Date:</b> 17 July 2023	<b>Meeting Name:</b> Pensions Advisory Panel
<b>Report title:</b>		Asset Allocation March 2023	
<b>From:</b>		Divisional Accountant – Pensions and Investments	

## Recommendation

- The pensions advisory panel is asked to note the Fund's asset allocation at 31 March 2023.

Asset Class	Manager	31 March 2023 £000	% of Total Fund	Strategic Benchmark %	Difference %
Global Equity	BlackRock	336,151	16.7	17.5	-0.8
	Legal & General	331,840	16.5	17.5	-1.0
	Newton	261,558	13.0	10.0	3.0
	Comgest	93,431	4.6	5.0	-0.4
<b>Total Global Equity</b>		<b>1,022,980</b>	<b>50.8</b>	<b>50.0</b>	<b>0.8</b>
Diversified Growth	BlackRock	141,523	7.0	0.0	7.0
<b>Total Diversified Growth</b>		<b>141,523</b>	<b>7.0</b>	<b>-</b>	<b>7.0</b>
Absolute Return Bonds	BlackRock	133,397	6.6	0.0	6.6
<b>Total Absolute Return Bonds</b>		<b>133,397</b>	<b>6.6</b>	<b>-</b>	<b>6.9</b>
Multi-Asset Credit	Robeco	-	-	10.0	-10.0
<b>Total Multi-Asset Credit</b>		<b>-</b>	<b>0.0</b>	<b>10.0</b>	<b>- 10.0</b>
Core Property	Nuveen	197,339	9.8	14.0	-4.2
<b>Total Core Property</b>		<b>197,339</b>	<b>9.8</b>	<b>14.0</b>	<b>- 4.2</b>
ESG Priority Allocation	Invesco	33,068	1.6	1.5	0.1
	M&G	43,231	2.1	1.5	0.6
	Frogmore	6,799	0.3	1.5	-1.2
	Brockton	6,839	0.3	1.5	-1.2
	Glennmont	26,437	1.3	1.1	0.2
	Temporis	86,627	4.3	3.5	0.8
	BlackRock	15,921	0.8	0.4	0.4
	Darwin	21,620	1.1	0.5	0.6
	Blackstone	48,179	2.4	3.5	-1.1
	BTG Pactual	35,743	1.8	1.0	0.8
<b>Total ESG Priority Allocation</b>		<b>324,464</b>	<b>16.1</b>	<b>16.0</b>	<b>0.1</b>
Index Linked Gilts	BlackRock	88,970	4.4	5.0	-0.6
	Legal & General	63,924	3.2	5.0	-1.8
<b>Total Index Linked Gilts</b>		<b>152,894</b>	<b>7.6</b>	<b>10.0</b>	<b>- 2.4</b>
Cash & Cash Equivalents	BlackRock	31,404	1.6	0.0	1.6
	Newton	5,328	0.3	0.0	0.3
	Nuveen	4,423	0.2	0.0	0.2
<b>Total Cash &amp; Cash Equivalents</b>		<b>41,155</b>	<b>2.0</b>	<b>-</b>	<b>2.0</b>
<b>Total Fund</b>		<b>2,013,752</b>	<b>100.0</b>	<b>100.0</b>	<b>-</b>

Asset Class	Sub Category	31 Mar 2023 £000	Strategic Benchmark %	Actual Allocation %
Global Equities	Low Carbon Passive Equities	667,991	35.0	33.2
	Active Pooled Emerging Market Equities	93,431	5.0	4.6
	Segregated Active Global Equities	261,558	10.0	13.0
<b>Total Global Equities</b>		<b>1,022,980</b>	<b>50.0</b>	<b>50.8</b>
<b>Total Diversified Growth</b>		<b>141,523</b>	<b>0.0</b>	<b>7.0</b>
<b>Total Absolute Return Bonds</b>		<b>133,397</b>	<b>0.0</b>	<b>6.6</b>
<b>Total Multi-Asset Credit</b>		<b>0</b>	<b>10.0</b>	<b>0.0</b>
Core Property	UK Direct Property	194,310	14.0	9.8
	UK Commercial Property Pooled Funds	3,029		
<b>Total Core Property</b>		<b>197,339</b>	<b>14.0</b>	<b>9.8</b>
ESG Priority Allocation	Pooled Funds - UK Private Residential	76,299	3.0	3.8
	Pooled Funds - UK Opportunistic Property	13,639	3.0	0.7
	Sustainable Infrastructure	128,985	5.0	6.4
	Timberland	34,743	1.0	1.8
	Bereavement Services	21,620	0.5	1.1
	Private Equity	48,179	3.5	2.4
<b>Total ESG Priority Allocation</b>		<b>324,465</b>	<b>16.0</b>	<b>16.1</b>
<b>Total Index Linked Gilts</b>		<b>152,894</b>	<b>10.0</b>	<b>7.6</b>
Cash & Cash Equivalents	Sterling Liquidity Fund	31,404	0.0	1.6
	Fund Manager Held Derivatives	5,328	0.0	0.3
	Fund Manager Operational Cash	4,423	0.0	0.2
<b>Total Cash &amp; Cash Equivalents</b>		<b>41,155</b>	<b>0.0</b>	<b>2.0</b>
<b>Total Fund</b>		<b>2,013,753</b>	<b>100.0</b>	<b>100.0</b>

## Community, Equalities (including socio-economic) and Health Impacts

### Community Impact Statement

2. There are no immediate implications arising.

### Equalities (including socio-economic) Impact Statement

3. There are no immediate implications arising.

### Health Impact Statement

4. There are no immediate implications arising.

### Climate Change Implications

5. There are no immediate implications arising.

### Resource Implications

6. There are no immediate implications arising.

## Legal Implications

7. There are no immediate implications arising

## Consultation

8. There are no immediate implications arising.

## Financial Implications

9. There are no immediate implications arising.

## AUDIT TRAIL

<b>Lead Officer</b>	Clive Palfreyman, Strategic Director, Finance	
<b>Report Author</b>	Jack Emery, Divisional Accountant – Pensions and Investments	
<b>Version</b>	Final	
<b>Dated</b>	5 July 2023	
<b>Key Decision?</b>	No	
<b>CONSULTATION WITH OTHER OFFICERS / DIRECTORATES / CABINET MEMBER</b>		
<b>Officer Title</b>	<b>Comments Sought</b>	<b>Comments Included</b>
Assistant Chief Executive - Governance and Assurance	No	No
Strategic Director, Finance	No	No
<b>Cabinet Member</b>	No	No
<b>Date final report sent to Constitutional Team</b>		5 July 2023