

## DELEGATED RESPONSIBILITIES

	Delegation to Officer(s)	Delegated Officer(s)	Communication and Monitoring of Use of Delegation
6.01	Rebalancing and cash management	PFM (having regard to ongoing advice of the IC and PAP)	High level monitoring at PFC with more detailed monitoring by PAP
<p><b>Action taken –</b>            In – house cash balances as at 31<sup>st</sup> October 2015 were £9.3m (£33.1m at 30<sup>th</sup> June 2015). Funds have been utilised for ongoing transitions and funding of the “Best Ideas” portfolio.</p>			
6.02	Short term tactical decisions relating to the 'best ideas' portfolio	PFM (having regard to ongoing advice of the IC and PAP)	High level monitoring at PFC with more detailed monitoring by PAP
<p><b>Action taken –</b>            Meetings of the Tactical Asset Allocation Group (TAAG) involving Fund officers and JLT Consultants take place on a monthly basis. Standard agenda items for the meetings cover the short term (12 months) market outlook and discussions to determine which asset classes should be included in the 9% of the Fund’s assets which is based on JLT’s suggested “best ideas”. Detailed minutes of the TAAG identifying the rationale behind any decisions agreed are circulated to the Advisory Panel.</p> <p>The following areas have been identified since the last committee:</p> <ul style="list-style-type: none"> <li>• Redemption of Commodity Portfolio (2%)</li> <li>• Allocation to Japanese Equities (2%)</li> <li>• Allocation to Equity Linked Bonds (2%)</li> </ul>			
6.03	Investment into new mandates / emerging opportunities	PFM and either the CFM or COPR (having regard to ongoing advice of the IC)	High level monitoring at PFC with more detailed monitoring by PAP
<p><b>Action taken –</b>            As previously reported, following the approval of the strategic review in 2014, the Fund has been progressing with a review of the In-House portfolio of Private Equity and Real Asset holdings. The second stage of the review is now complete and has now been reviewed by the Fund’s consultant, JLT before being presented at Advisory Panel. In the meantime, the Fund is currently undertaking due diligence on several investments areas which fulfil the criteria identified within the review:</p> <ul style="list-style-type: none"> <li>• A Trade Finance Fund.</li> <li>• An Opportunistic UK Property Fund.</li> <li>• A follow on investment with a UK Property Fund.</li> <li>• A follow on investment with a US Residential Opportunities Fund.</li> </ul> <p>In addition, the Fund has made the following commitments:</p> <ul style="list-style-type: none"> <li>• \$15 million to Standard Life Capital Secondary Opportunities II Fund.</li> <li>• €11 million to Capital Dynamics Mid-Market Direct IV Fund.</li> <li>• \$12 million to Neuberger Berman Marquee Brands Partners Room.</li> <li>• £8 million to Foresight Regional Development Fund.</li> </ul>			

	<b>Delegation to Officer(s)</b>	<b>Delegated Officer(s)</b>	<b>Communication and Monitoring of Use of Delegation</b>
6.04	Ongoing monitoring of Fund Managers	PFM, CFM and COPR (having regard to ongoing advice of the IC) and subject to ratification by PFC	High level monitoring at PFC with more detailed monitoring by PAP

**Action taken –**

The in-house team monitor the Fund’s managers on a regular basis. A record of the managers monitored is shown in the following table. Further details on the managers are reported by JLT, the Fund’s Investment Consultant, in agenda item 12 of the committee papers. There are no strategic issues to report.

<b>Manager</b>	<b>Mandate</b>	<b>Strategic Weight %</b>	<b>Jun 2015</b>	<b>Sept 2015</b>	<b>Dec 2015</b>	<b>Mar 2016</b>
Insight	LDI	19		✓		
Stone Harbor	Multi Asset Credit	15	✓		✓	
Investec	Global Equity (8) & DGF (5)	13	✓		✓	
MAN FRM	Managed Account Platform	9		✓		
Wellington	Emerging Market Equity	6.5	✓		✓	
Pyrford	DGF	5	✓		✓	
Aberdeen	Frontier Market Equity	2.5	✓		✓	

The following managers have been redeemed from and are subject to transition over the coming months, therefore they have been excluded from the table above for manager monitoring:

- Liongate
- SSARIS

The next stage of the transition of assets has now been completed:

- £43m redemption from Duet
- £34 m redemption from Bluecrest
- £36m partial redemption from SSARIS
- £115m subscription to MAN FRM