

The background of the page is a close-up, slightly blurred image of a financial chart. The chart features a grid with horizontal and vertical lines. A prominent red line, likely representing a price or index, moves across the chart from left to right. The vertical axis on the right side of the chart has numerical labels: 400, 420, 440, and 460. The overall color palette is muted, with the red line providing a strong contrast against the light-colored grid.

**CLWYD PENSION FUND
INVESTMENT STRATEGY AND
MANAGER SUMMARY
PERIOD ENDING 31 DECEMBER 2015**

TABLE OF CONTENTS

1 Impact on Clwyd Pension Fund Investment Strategy	3
2 Strategic Asset Allocation	7
3 Valuation and Asset Allocation	8
4 Performance Summary	9
5 Strategic Asset Classes	10
Appendix: Summary of Mandates	11

1 IMPACT ON CLWYD PENSION FUND INVESTMENT STRATEGY

This report is produced by JLT Employee Benefits ("JLT") to assess the performance and risks of the investment managers of the Clwyd Pension Fund (the "Fund"), and of the Fund as a whole. The report does not comment on the Fund's Liability Driven Investment ("LDI") portfolio, as information in respect of this allocation is produced separately by Mercer.

OVERALL

Over the 3 months to 31 December 2015, the Fund's total market value increased by £31.9m to £1,370,614,637.

As at 30 September 2015, the Fund's liabilities were valued at £2,158 million, resulting in a funding level of 62%.

As at 31 December 2015, the value of the Fund's liabilities had decreased by £34 million to £2,124 million, resulting in a funding level of 65%.

Over the quarter, total Fund assets returned 2.7% compared with a composite target of 2.5%. The majority of the positive absolute return was driven by the Equity assets, which returned 6.5%, and the Best Ideas Portfolio which delivered 5.2%. Total Hedge Funds (Legacy) produced the lowest return of the strategic asset classes, decreasing by 1.9%.

In relative terms, total Fund assets produced a return 0.2% above the target, mainly due to the Best Ideas Portfolio exceeding its target by 4.3% which contributed 0.3% of the outperformance. However, In-House assets detracted 0.2% from overall relative performance.

Only three individual portfolios produced negative returns over the quarter; Timber/Agriculture, Private Equity and Opportunistic. Insight's LDI portfolio rose by 3.5% reversing some of the recent falls in the portfolio.

EQUITIES

Global equity markets rose over the quarter, with positive growth seen in all major regions following a period of negative returns. In October, the stabilisation in risk appetite encouraged investors to put their money in developed and emerging markets equities which resulted in more subdued levels of volatility than witnessed in preceding months. However, concerns about slowing Chinese growth, the prospect of US rate rises and declining commodity prices weighed on sentiment. Equity markets staged a relief rally after the Fed raised interest rates but this proved to be short lived as investors trimmed their positions towards the end of the period.

In developed markets, Japanese equities provided the strongest returns increasing by 12.5%. US equities rose by 9.6% followed by Asia Pacific (ex Japan) equities which were up by 8.4%. European equities and UK equities increased by 5.9% and 4.0%, respectively.

Over the last 12 months, Japanese equities provided the strongest returns, increasing by 17.6%. Asia Pacific (ex Japan) experienced the lowest return of the developed markets, declining by 3.5%.

Emerging Markets and Frontier Markets were both up by 3.5% and 1.5% respectively over the quarter, but both markets saw a negative annual return of -9.7% and -9.1% respectively.

Total Equity assets returned 6.5%, which was 0.7% above their composite target. All funds in the strategy produced positive returns, however, Wellington Emerging Markets (Local) was the only fund that managed to outperform its target over the quarter.

Global equity exposure to consumer staples, information technology and telecoms were the main contributors to performance, while consumer discretionary, healthcare and materials were the largest detractors from returns.

In Emerging Markets, exposures to China and South Africa contributed to the majority of gains, although this was offset to some extent to exposure in South Korea.

In Frontier Markets, the underweight allocation to Argentina was the largest detractor from relative performance as the markets rallied following pro- business candidate Mauricio Macri's election victory. The off-benchmark position in South Africa was the second largest detractor from performance, as MTN Group shares fell sharply following a \$5bn fine from the Nigerian regulator due to their failure to disconnect unregistered subscribers. Meanwhile, the exposure to Nigeria also detracted from relative performance as investors fretted over the prospect of a significant deterioration in the Naira following record-low oil prices.

MULTI-ASSET CREDIT

Bond markets experienced a mixed quarter with fears surrounding global growth receding as the global economy appeared to be on firmer ground. Policies of the world's major central banks had a major impact on bond markets, as did the sustained falls in commodity prices, particularly crude oil.

In December, the US Federal Reserve announced a 0.25% increase in the interest rate for the first time in almost a decade, following strong economic data showing that the U.S. remained on track. The European Central Bank headed in the opposite direction, lowering its interest rate to -0.30%, however, it extended its Quantitative Easing program to provide more stimulus, although markets were disappointed that it wasn't more. The continued fall in the price of crude oil, which slumped to levels close to 2008 lows, was a reason for a rise in default risk in the US energy sector and the underperformance of US High Yield bonds over the quarter.

In the UK, the Bank of England's monetary policy committee again voted in favour of keeping the interest rate at an historical low of 0.5% and voted unanimously to keep the stock of assets bought under the quantitative easing policy unchanged at £375bn. In a revised estimate of GDP, the UK economy grew by 0.4% in Q3 2015, down from a previous estimate of 0.5%. This lower assessment can primarily be attributed to weaker growth in key services, especially in financial services. UK inflation rate rose to 0.1% in November from -0.1% a month earlier.

On the back of this, UK corporate bonds rose whilst UK government fixed and index-linked bonds suffered as investors switched into riskier assets. However, returns were not as bad as forecasts anticipated. Long-dated corporates rose by 0.3%, long-dated fixed interest gilts fell by 2.4% and long-dated index-linked gilts fell by 3.3%.

Conversely, global bond markets generally rose, Investment Grade bonds (+1.8%), High Yield (+1.5%) and Emerging Market Debt (+4.4%). Much of the appreciation in global bond markets can be attributed to the strengthening of the US dollar over the period, and currency hedged investors would have received lower and possibly negative returns.

The Fund's Multi-Asset Credit assets generated a return of 0.6% over the quarter, ahead of its target by 0.2%. Overall this had a neutral contribution to the relative performance of the Fund.

Despite a fall of around 1% in December 2015, Securitised bonds, Loans and Global Rates provided the majority of the portfolio's returns in Q4 2015.

From an asset allocation perspective, Stone Harbor's defensive overweighting in Loans and the underweight exposures in High Yield and Emerging Market Debt positioned the portfolio well over the quarter.

Emerging Market bonds and currency positioning contributed negatively to security selection due to weakness in the Canadian Dollar and Mexican Peso.

HEDGE FUNDS

Total global hedge fund capital rose over the fourth quarter, as volatility in financial markets driven by concerns around a slowing in Chinese growth and energy market weakness accelerated into year end. Hedge fund capital increased by \$22.8 billion to \$2.90 trillion at the end of December. The gain in performance of Hedge Fund assets offset a net capital outflow of \$1.52 billion, the first quarterly net outflow since Q4 2011.

Hedge Funds in Sterling terms, returned 3.8% over the quarter and 4.9% over the last 12 months. In US dollar terms, Hedge Funds returned 1.0% over the quarter but declined by -0.8% over 12 months, which was only the fourth calendar year decline since 1990.

In a reversal of quarter three 2015, in Sterling terms, Equity Hedge (+5.1%) and Emerging Markets (+4.8%) were the strongest performing strategies whilst Global Macro (+2.6%) and Relative Value (+2.6%) were the weakest (albeit positive in absolute terms). However, in US Dollar terms, Global Macro (-0.2%) and Relative Value (-0.2%) strategies were negative over the last three months, and all strategies negative over the last 12 months.

ManFRM's Managed Futures & Hedge Funds strategy had a positive return of 0.6%, but underperformed its target by 0.4%. This made a contribution of 0.1% to relative performance.

Total Hedge Fund (Legacy) assets returned -1.9%, behind their absolute target of 2.3%.

BlueCrest's Multi-Strategy Credit portfolio was redeemed on 1 October 2015, with all proceeds used to fund an investment into the ManFRM Managed Futures and Hedge Funds portfolio.

Approximately 40% of the Liongate portfolio and 50% of the SSARIS A1 portfolio was redeemed over the quarter, with the proceeds used to fund an investment into the ManFRM Managed Futures and Hedge Funds portfolio. The remaining 50% of the SSARIS A1 was transferred to the Best Ideas portfolio.

All remaining Duet, Liongate and Pioneer assets were transferred to the ManFRM Hedge Funds (Legacy) portfolio at the end of the quarter.

TACTICAL ALLOCATION PORTFOLIO

DIVERSIFIED GROWTH

Total Diversified Growth assets returned 2.3%, ahead of their absolute target of 1.4%. Overall this contributed 0.1% to the total Fund relative performance.

Investec's positive return over the quarter was driven by the Growth sub-portfolio's exposures to equities, property, High Yield, EMD and commodities. In particular, positions in Japanese and global equities posted significant positive returns following poor returns in the previous quarter.

Investec's Uncorrelated sub-portfolio produced partially positive returns over the quarter whilst exposure to the Defensive sub-portfolio produced negative returns due to a sharp fall in implied volatility in early October, which resulted in a significant loss in Investec's long volatility holding.

Pyrford's portfolio generated a positive return over the quarter and the portfolio's UK stock selection continues to be a key driver. Both the portfolio's equities and bonds contributed positively during this period.

BEST IDEAS PORTFOLIO

The Best Ideas portfolio returned 5.2% and was ahead of its target of 0.9% over the quarter. Overall this contributed 0.3% to the total Fund performance.

LGIM's Japanese Equities (Unhedged) and BlackRock's US Equities performed the strongest over the quarter returning 12.8% and 11.7% respectively. SSARIS Z's Fund of Hedge Funds were the worst performing strategy, returning -2.9% and behind its target by 4.1%. F&C's Equity-Linked Gilts fund generated a return of 2.1% and outperformed its target by 1.2%.

In relative terms, BlackRock US Equities contributed 0.2% of outperformance whilst LGIM Japanese Equities and LGIM Japanese Equities (Hedged) made a marginally lower contribution of 0.1%. F&C's UK Equity-Linked Gilts made a neutral contribution. SSARIS Z Fund of Hedge Funds detracted the most by 0.2%.

On 1 October 2015, 50% of the SSARIS Z fund was redeemed, with proceeds used to fund an investment into the ManFRM Managed Futures and Hedge Funds portfolio. Additionally, SSARIS A1 was transferred from the Hedge Funds (Legacy) portfolio to the Best Ideas portfolio.

IN-HOUSE ASSETS

Total In-House assets returned 1.2%, behind their composite target by 0.8%. Overall this detracted 0.2% from total Fund performance. Infrastructure assets made a positive relative contribution to the performance of the strategy whilst Property, Timber/Agriculture, Private Equity and Opportunistic assets contributed negatively.

Infrastructure, which is marginally overweight relative to its strategic allocation, posted the highest return of the In-House assets of 11.8%, ahead of its target by 10.4%.

Property assets delivered a return of 2.3%, underperforming its target by 0.8%.

Private Equity, which is the largest portfolio in the strategy, produced an absolute return of -0.9% and underperformed its target by 2.3%. Overall this detracted 1.2% from the strategy and 0.3% from the total Fund performance.

Timber/Agriculture posted -0.9%, which was below the target by 2.3%.

Opportunistic assets were the poorest performing of the In-House assets, returning -4.7% and underperforming its target by 6.0%.

2 STRATEGIC ASSET ALLOCATION

31 DECEMBER 2015

Allocation by underlying asset class

Asset Class	Market Value £	Weight %	Strategic Allocation %	Relative %	Strategic Range %
Global Equities	98,837,841	7.2	8.0	-0.8	5.0 – 10.0
Emerging Market Equities	74,905,089	5.5	6.5	-1.0	5.0 – 7.5
Frontier Market Equities	26,922,590	2.0	2.5	-0.5	1.0 – 4.0
Multi-Asset Credit	169,843,712	12.4	15.0	-2.6	12.5 – 17.5
Managed Futures and Hedge Funds	117,701,329	8.6	9.0	-0.4	7.0 – 11.0
Hedge Funds (Legacy)*	20,159,932	1.5	0.0	1.5	–
Diversified Growth	117,205,298	8.6	10.0	-1.4	15.0 – 25.0
Best Ideas	112,075,969	8.2	9.0	-0.8	
Property	103,446,207	7.5	7.0	0.5	5.0 – 10.0
Private Equity & Opportunistic	151,297,690	11.0	10.0	1.0	8.0 – 12.0
Infrastructure / Timber / Agriculture	54,675,821	4.0	4.0	0.0	2.0 – 7.0
LDI & Synthetic Equities	308,319,208	22.5	19.0	3.5	10.0 – 30.0
Cash	15,223,951	1.1	0.0	1.1	0.0 – 5.0
TOTAL CLWYD PENSION FUND	1,370,614,637	100.0	100.0	0.0	

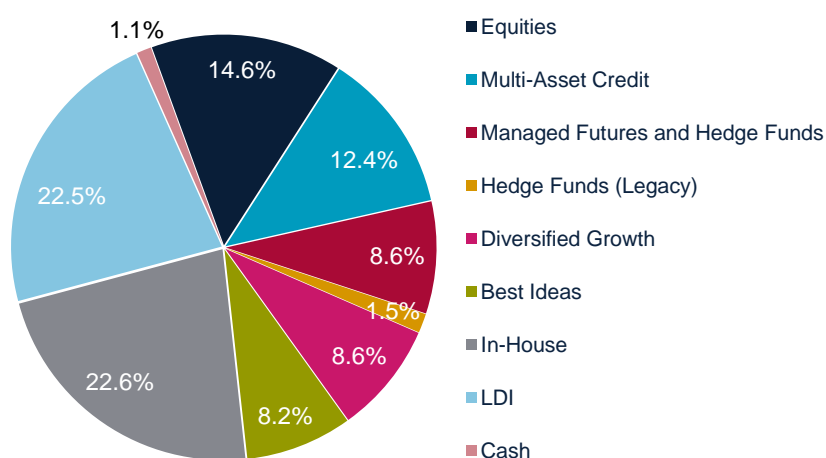
Notes: The strategic allocation represents the benchmark in the new investment strategy; this is effective from 31 March 2015.

* Hedge Funds (Legacy) includes the Duet, Liongate and Pioneer portfolios.

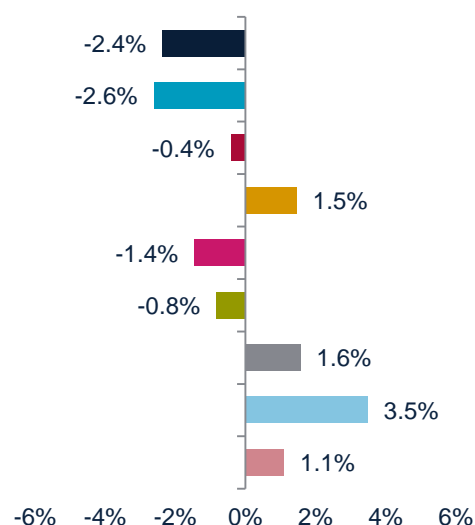
Points to note

- Allocation to LDI rose by 0.3% over the quarter and is 3.5% overweight relative to its strategic allocation. This is the asset class with the largest deviation from its strategic allocation.

Strategic Asset Allocation as at 31 December 2015*



Deviation from Strategic Allocation*



Notes: Totals may not sum due to rounding

* Strategic asset class categorisations have been revised to reflect the new investment strategy effective from 31 March 2015.

3 VALUATION AND ASSET ALLOCATION AS AT 31 DECEMBER 2015

Manager	Fund	Market Value £	Weight %	Strategic Allocation %	Strategic Range %
Investec	Global Strategic Equity	98,837,841	7.2	8.0	5.0 – 10.0
Wellington	Emerging Market Equities (Core) [#]	35,625,491	2.6	3.25	5.0 – 7.5
Wellington	Emerging Market Equities (Local) [#]	39,279,598	2.9	3.25	
Aberdeen	Frontier Markets [#]	26,922,590	2.0	2.5	1.0 – 4.0
Total Equities		200,665,520	14.6	17.0	
Stone Harbor	Libor Multi-Strategy Portfolio	169,843,712	12.4	15.0	12.5 – 17.5
Total Multi-Asset Credit		169,843,712	12.4	15.0	12.5 – 17.5
ManFRM	Managed Futures and Hedge Funds	117,701,329	8.6	9.0	7.0 – 11.0
ManFRM	Hedge Funds (Legacy)*	20,159,932	1.5	0.0	–
Managed Account Platform		137,861,261	10.1	9.0	7.0 – 11.0
Pyrford	Global Total Return	59,469,261	4.3	5.0	–
Investec	Diversified Growth	57,736,038	4.2	5.0	–
Total Diversified Growth		117,205,298	8.6	10.0	–
BlackRock	US Equities	27,215,699	2.0		
BMO	UK Equity-Linked Gilts	22,143,186	1.6		
SSARIS A1	Fund of Hedge Funds ⁺	18,345,082	1.3	9.0	–
SSARIS Z	Fund of Hedge Funds ⁺	18,268,033	1.3		
LGIM	Japanese Equities	13,679,100	1.0		
LGIM	Japanese Equities (Hedged)	12,424,870	0.9		
Best Ideas Portfolio		112,075,969	8.2	9.0	–
Tactical Allocation Portfolio		229,281,268	16.7	19.0	15.0 – 25.0
In-House	Property	103,446,207	7.5	7.0	5.0 – 10.0
In-House	Infrastructure	29,699,469	2.2	2.0	2.0 – 7.0
In-House	Timber / Agriculture	24,976,352	1.8	2.0	
In-House	Private Equity	138,555,794	10.1	10.0	8.0 – 12.0
In-House	Opportunistic	12,741,896	0.9		
Total In-House Assets		309,419,718	22.6	21.0	
Insight	LDI Portfolio	308,319,208	22.5	19.0	10.0 – 30.0
Total LDI		308,319,208	22.5	19.0	10.0 – 30.0
Trustees	Cash	15,223,951	1.1	-	0.0 – 5.0
TOTAL CLWYD PENSION FUND		1,370,614,637	100.0	100.0	

Notes: * ManFRM Hedge Funds (Legacy) includes the Duet, Liongate and Pioneer portfolios which were transferred at the end of the quarter. Duet's valuation is based on the 31 August 2015 valuation which is the latest available, Liongate's valuation is lagged 1 month and Pioneer is valued as at 31 December 2015.
+ SSARIS valuations are lagged by 1 month. SSARIS A1 was transferred from the Hedge Funds (Legacy) portfolio to the Best Ideas portfolio on 1 October 2015.
Wellington Emerging Markets Core and Local, Aberdeen Frontier Markets and Pioneer valuations have been converted from US Dollar to Sterling using the WM/Reuters closing price exchange rates for the respective dates.

4 PERFORMANCE SUMMARY

PERIODS ENDING 31 DECEMBER 2015

Manager	Fund	3 months %		12 months %		3 years % p.a.		3 Yr Performance vs Objective
		Fund	Target	Fund	Target	Fund	Target	
● Investec	Global Strategic Equity	7.9	8.6	4.9	4.8	15.2	13.1	Target met
● Wellington	Emerging Markets (Core) [#]	3.8	3.8	-7.3	-8.7	-2.8	-2.1	Target not met
● Wellington	Emerging Markets (Local) [#]	6.2	4.0	-3.5	-7.8	1.5	-1.6	Target met
● Aberdeen	Frontier Markets [#]	1.9	1.9	-7.2	-10.9	-1.4	2.3	Target not met
Total Equities		6.5	5.8	1.4	1.6	9.6	10.7	
● Stone Harbor	Libor Multi-Strategy	0.6	0.4	-1.2	1.5	-0.8	0.3	Target not met
Total Multi-Asset Credit		0.6	0.4	-1.2	1.5	-0.8	0.3	
n/a ManFRM	Managed Futures & Hedge Funds	0.6	1.0	n/a	n/a	n/a	n/a	n/a
Managed Account Platform		0.6	1.0	n/a	n/a	n/a	n/a	
Total Hedge Funds (Legacy)[^]		-1.9	2.3	-7.6	5.1	-0.2	4.9	
● Pyrford	Global Total Return	2.3	1.5	1.2	5.8	3.0	6.3	Target not met
n/a Investec	Diversified Growth	2.3	1.3	n/a	n/a	n/a	n/a	n/a
Total Diversified Growth		2.3	1.4	-1.6	5.5	0.8	5.9	
Best Ideas Portfolio		5.2	0.9	n/a	n/a	n/a	n/a	
Tactical Allocation Portfolio		4.0	1.0	n/a	n/a	n/a	n/a	
● In-House	Property	2.3	3.1	12.1	13.9	11.3	14.8	Target not met
● In-House	Infrastructure	11.8	1.4	31.7	5.7	17.7	5.6	Target met
● In-House	Timber / Agriculture	-0.9	1.4	1.4	5.6	0.3	5.6	Target not met
● In-House	Private Equity	-0.9	1.4	11.4	5.6	9.8	5.6	Target met
● In-House	Opportunistic	-4.7	1.3	-19.7	5.5	0.4	5.5	Target not met
Total In-House Assets		1.2	2.0	11.5	8.3	10.0	8.6	
n/a Insight	LDI Portfolio	3.5	3.5	-0.1	-0.1	n/a	n/a	n/a
Total (ex LDI)		2.5	2.2	1.9	3.9	5.0	5.8	
TOTAL CLWYD PENSION FUND		2.7	2.5	1.4	3.2	6.5	7.2	

Notes: 'n/a' against the objective is for funds that have been in place for less than three years.
 Best Ideas portfolio includes SSARIS A and SSARIS Z Funds, BlackRock US Equity Fund, F&C UK Equity-Linked Gilts Fund, LGIM Japanese Equities and LGIM Japanese Equities (Hedged) Funds.
 Total Equities historically includes SSgA passive equity funds until March 2014 and Aberdeen Asia Pacific Equity (ex Japan) Fund until March 2015.
[^]Total Hedge Funds (Legacy) historically includes Duet, Pioneer, BlueCrest (until disinvestment in October 2015) and BlackRock GASL (until disinvestment in April 2015). Duet, Liongate and Pioneer assets transferred to the ManFRM Hedge Funds (Legacy) portfolio at the end of the quarter, from next quarter onwards these assets will be shown as ManFRM Hedge Funds (Legacy) within the Managed Account Platform.
 * Duet's is based on the 31 August 2015 valuation which is the latest available, Liongate's valuation is lagged 1 month and Pioneer valuations are 1 month lagged with the exception of 31 December 2015 which is actual.
 SSARIS valuations are lagged by 1 month. SSARIS A1 was transferred from the Hedge Funds (Legacy) portfolio to the Best Ideas portfolio on 1 October 2015.
[#] Wellington Emerging Markets Core and Local, Aberdeen Frontier Markets and Pioneer data has been converted from US Dollar to Sterling using the WM/Reuters closing price exchange rates for the respective dates.

● Fund has met or exceeded its performance target

● Fund has underperformed its performance target

5 STRATEGIC ASSET CLASSES

PERFORMANCE TO 31 DECEMBER 2015

Strategy	3 months %	12 months %	3 years % p.a.
Total Equities	6.5	1.4	9.6
Composite Objective	5.8	1.6	10.7
Composite Benchmark	5.3	-0.5	9.1
Total Multi-Asset Credit	0.6	-1.2	-0.8
Objective	0.4	1.5	0.3
Benchmark	0.1	0.5	-0.3
Managed Account Platform	0.6	n/a	n/a
Objective	1.0	n/a	n/a
Benchmark	1.0	n/a	n/a
Total Hedge Funds (Legacy)	-1.9	-7.6	-0.2
Composite Objective	2.3	5.1	4.9
Composite Benchmark	2.3	5.1	4.9
Total Diversified Growth	2.3	-1.6	0.8
Composite Objective	1.4	5.5	5.9
Composite Benchmark	1.4	5.5	5.9
Best Ideas Portfolio	5.2	n/a	n/a
Objective	0.9	n/a	n/a
Benchmark	0.9	n/a	n/a
Total In-House Assets	1.2	11.5	10.0
Composite Objective	2.0	8.3	8.6
Composite Benchmark	2.0	8.3	8.6
Total LDI Portfolio	3.5	-0.1	n/a
Composite Objective	3.5	-0.1	n/a
Composite Benchmark	3.5	-0.1	n/a
Total (ex LDI)	2.5	1.9	5.0
Composite Objective	2.2	3.9	5.8
Composite Benchmark	2.1	3.2	5.3
Total Clwyd Pension Fund	2.7	1.4	6.5
Composite Objective	2.5	3.2	7.2
Composite Benchmark	2.4	2.6	6.7

Source: Performance is calculated by JLT Employee Benefits based on data provided by the managers and is only shown for complete periods of investment.

Note: Objective performance includes the funds' outperformance targets above the relevant underlying benchmarks, as shown in the Appendix. Benchmark performance is based on the underlying benchmarks without the explicit outperformance targets for the relevant funds; the Equity and Multi-Asset Credit portfolios and the Wellington Commodities Fund.

APPENDIX: SUMMARY OF MANDATES

Manager	Fund	Strategic Asset Class	Performance Objective (Net of Fees)	Strategic Allocation
Investec	Global Strategic Equity	Global Equities	MSCI AC World NDR Index +2.5% p.a.	8.0%
Wellington	Emerging Market (Global)	Emerging Markets Equities	MSCI Emerging Markets Index +1.0% p.a.	3.25%
Wellington	Emerging Market (Local)	Emerging Markets Equities	MSCI Emerging Markets Index +2.0% p.a.	3.25%
Aberdeen	Frontier Markets	Frontier Markets Equities	MSCI Frontier Equities Index +1.5% p.a.	2.5%
Stone Harbor	Libor Multi-Strategy Portfolio	Multi-Asset Credit	1 Month LIBOR Index +1.0% p.a. ⁽¹⁾	15.0%
ManFRM	Managed Futures & Hedge Funds	Managed Account Platform	3 Month LIBOR Index +3.5% p.a.	9.0% ⁽³⁾
Pyrford	Global Total Return	Diversified Growth	UK Retail Price Index +4.5% p.a. ⁽²⁾	5.0%
Investec	Diversified Growth	Diversified Growth	UK Consumer Price Index +4.6% p.a.	5.0%
Best Ideas	Best Ideas	Best Ideas Portfolio	UK Consumer Price Index +3.0% p.a.	9.0%
In-House	Private Equity	Private Equity / Opportunistic	3 Month LIBOR Index +5.0% p.a.	8.0%
In-House	Opportunistic	Private Equity / Opportunistic	3 Month LIBOR Index +5.0% p.a.	2.0%
In-House	Property	Property	IPD Balanced Funds Weighted Average	7.0%
In-House	Infrastructure	Infrastructure / Timber / Agriculture	3 Month LIBOR Index +5.0% p.a.	2.0%
In-House	Timber / Agriculture	Infrastructure / Timber / Agriculture	3 Month LIBOR Index +5.0% p.a.	2.0%
Insight	LDI Portfolio	LDI & Synthetic Equities	Composite Liabilities & Synthetic Equity	19.0%

Notes: ¹ FTSE A Gilts All Stocks Index until 31 March 2014.

² UK Retail Price Index +4.4% p.a. until 31 March 2015.

³ Strategic Allocation represents the composite benchmark for the Managed Account Platform.

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