

HEALTH WEALTH CAREER

CLWYD PENSION FUND

RISK MANAGEMENT FRAMEWORK JULY MONTHLY MONITORING REPORT

September 2016

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EXECUTIVE SUMMARY



= as per expectations



= to be kept under review



= action required



Overall funding position

The monitoring of the funding position will be reconsidered in conjunction with the 2016 valuation and review of the flightpath framework. An update on this will be provided in future reports.



Liability hedging mandate

- Insight in compliance with investment guidelines
- Outperformed the benchmark over the quarter

To discuss with Insight the ongoing suitability of the Fund benchmark alongside the potential LDI restructuring.



Synthetic equity mandate

- Insight in compliance with investment guidelines
- Performance in line with expectations
- Maturity constraints as expected

No action required.



Collateral and counterparty position

- Collateral within agreed constraints
- The Insight QIF can sustain at least a 1.25% rise in interest rates and fall in inflation in combination with a 35% fall in equity markets before requiring further collateral

No action required.



LIBOR Plus Fund

- Fund has underperformed its target since inception
- Management team stable and no change in manager rating
- Allocation of £50m remains appropriate

Monitor performance over time to see whether remains suitable to meet equity TRS funding cost.

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