

## **Pension Fund Committee**

Meeting to be held on 30 November 2012

Electoral Division affected: 'All'
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### **Statement of Investment Principles**

(Appendix 'A' refers)

Contact for further information:

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#### **Executive Summary**

The regulations governing the operation of the Fund require that the Statement of Investment Principles must be reviewed and if necessary, revised, in case of any material change to the Principles within 6 months from the date of change. The change of investment managers with the implementation of the global equities mandate constitutes such a change.

An updated Statement of Investment Principles is attached at Appendix 'A'.

#### **Recommendation**

The Committee is asked to approve the revised Statement of Investment Principles set out in Appendix 'A'.

#### **Background and Advice**

The Local Government Pension Scheme (Management and Investment of Funds) Regulations 2009 - Statutory Instrument 2009/3093 state that the Statement of Investment Principles must be reviewed and revised to incorporate any material changes to the Pension Funds policy on:

- (a) the types of investment to be held;
- (b) the balance between different types of investments;
- (c) risk, including the ways in which risks are to be measured and managed;
- (d) the expected return on investments;
- (e) the realisation of investments;

- (f) the extent (if at all) to which social, environmental or ethical considerations are taken into account in the selection, retention and realisation of investments;
- (g) the exercise of the rights (including voting rights) attaching to investments, if the authority has any such policy; and
- (h) stock lending.

The Statement of Investment Principles attached at Appendix 'A' reflects the material changes made to the Fund's investments by the Investment Panel.

### **Consultations**

Independent Advisers.

CIPFA guidance on the application of the Myners Principles.

CLG guidance on the regulations in SI 2009/3093

### **Implications:**

This item has the following implications, as indicated:

### **Risk management**

Non compliance with statutory regulation.

### **Local Government (Access to Information) Act 1985 List of Background Papers**

Paper	Date	Contact/Directorate/Tel
SI 2009/3093	1 December 2009	Mike Jensen/ Resources/01772 534742
CLG guidance on SI 2009/3093	1 December 2009	Mike Jensen/ Resources/01772 534742
CIPFA guidance on the application of Myners Principles	December 2009	Mike Jensen/ Resources/01772 534742