# Management & Financial Performance

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### Agenda

- Key figures from the accounts
- Net additions/(withdrawals) from members
- Net returns on investments
- Investment management expenses
- LGPS Central pooling update
- Summary

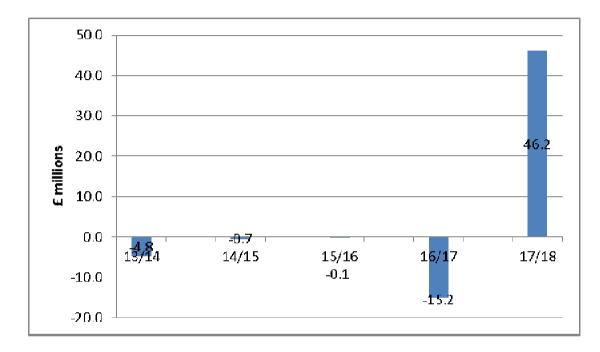


### **Pension Fund - Key Figures**

	2015/16 £m	2016/17 £m	2017/18 £m
Net additions / (withdrawals) From dealings with members	0	(15)	46
Net returns on investments	(7)	887	195
Closing net assets	4,067	4,932	5,174
Funding level - At valuation	2013 2016		85% 87%



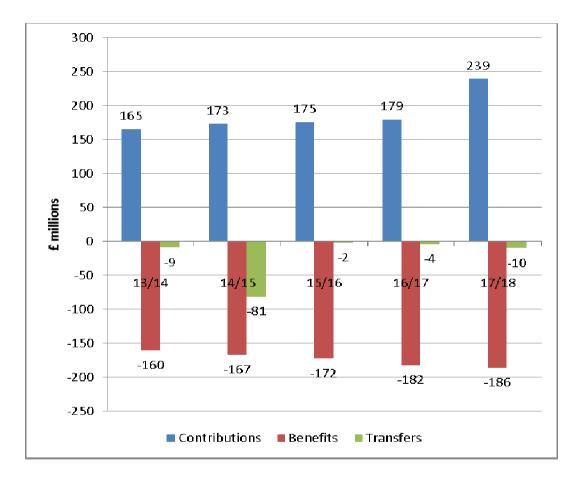
#### **Net additions from members**



• Downward cashflow trend reversed by large employers contribution

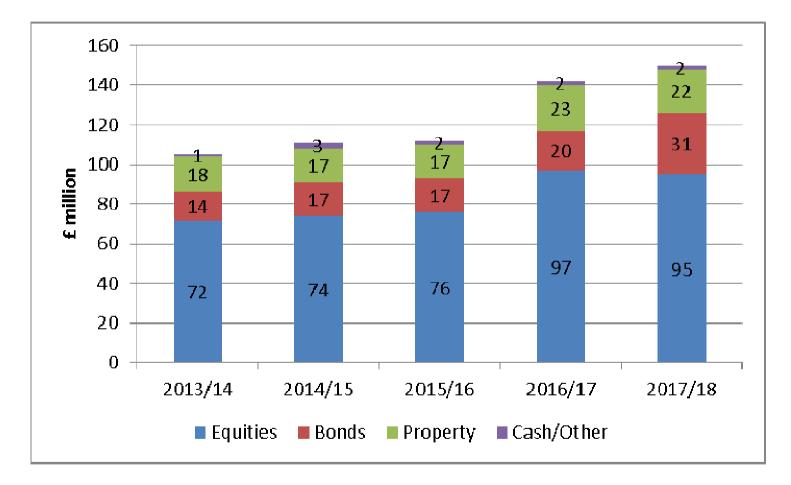


#### **Net additions from members**



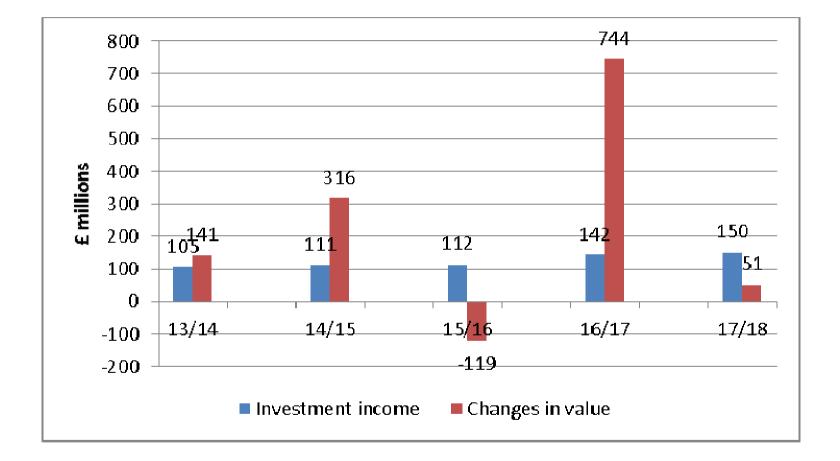


#### **Investment income**



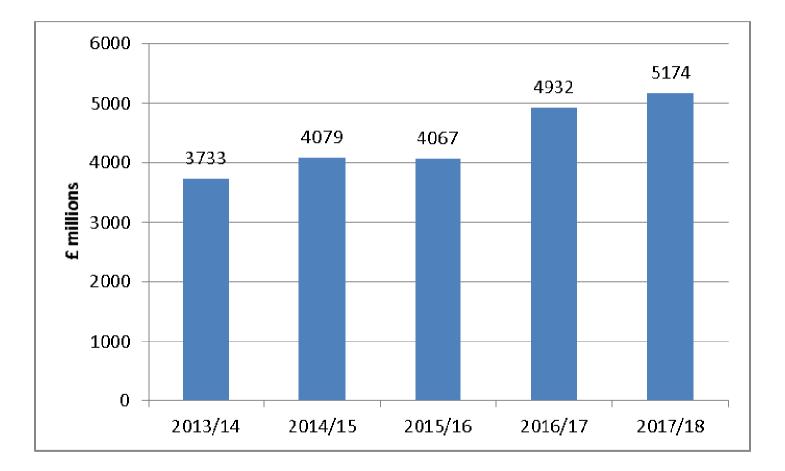


#### **Net returns on investments**



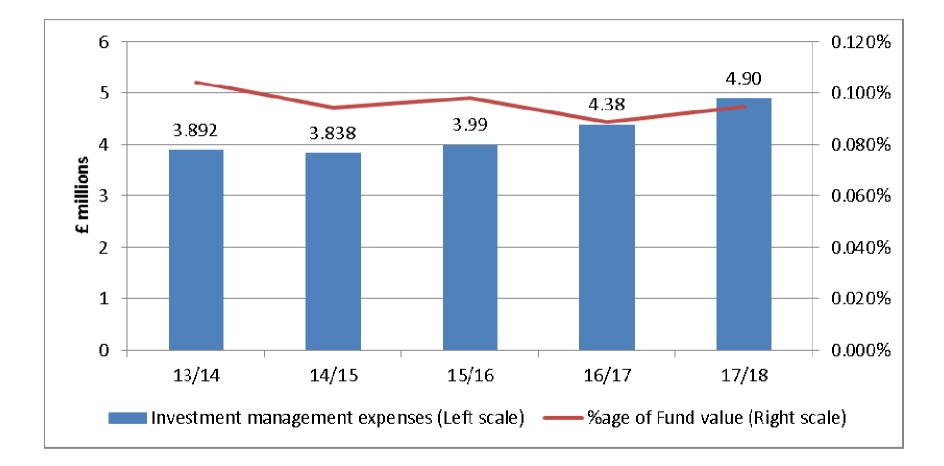


#### **Net Assets**





#### **Investment Management Expenses**





### **Asset Pooling**

- LGPS Central pool established 1 April 2018
- Pension Fund Committee retains allocation responsibility
- Investment 'buckets' not fully developed yet
- In-house portfolio transferred to Legal & General
- £20m of passive equities transferred to LGPS Central to gauge performance



## Summary

- Fund continues to have positive net cash flow due to investment income
- Net assets slightly increased in 2017/18
- LGPS Central not yet fully operational for all asset classes
- Pension Fund will retain its own assets (or use external managers) until LGPS Central is fully operational and cost-effective

