



# Harrow Pension Fund Quarterly Performance Summary Periods to end June 2020

Produced August 25<sup>th</sup> 2020



# Performance Overview

## Fund Performance

	Quarter	1 Year	3 Years (% p.a.)	5 Years (% p.a.)
Fund	11.8	-0.4	3.8	6.9
Benchmark	11.5	4.7	6.7	8.7
Relative	0.2	-4.9	-2.8	-1.7

- The Fund recouped much of the performance lost in the market fall in the Quarter to March 2020.
- However the active equity managers continued to underperform their benchmarks.
- Both Longview and Oldfield are having a significant drag on the overall fund performance over the medium term.

## Manager Performance

	Latest Quarter			1 Year			3 Years (% p.a.)		
	Portfolio	BM	Relative	Portfolio	BM	Relative	Portfolio	BM	Relative
Longview	14.5	19.8	-4.4	-4.0	5.9	-9.4	5.7	8.7	-2.8
Passive Equity	19.8	19.6	0.1	5.4	5.4	0.0	8.1	8.0	0.1
GMO	16.6	18.5	-1.6	1.9	-0.5	2.4	2.6	3.6	-1.0
Oldfield	12.1	19.8	-6.4	-10.5	5.9	-15.5	-0.4	8.6	-8.3
Pantheon*	7.6	19.8	-10.2	1.9	5.9	-3.7	7.1	8.4	-1.3
LaSalle	-3.3	-1.9	-1.4	-5.7	-2.3	-3.5	1.3	3.4	-2.1
BlackRock	13.2	11.5	1.5	13.5	11.4	1.9	7.8	7.1	0.7
Insight	5.1	1.1	4.0	-3.5	4.7	-7.8	1.4	4.7	-3.2
CQS	12.7	1.1	11.5	-4.5	4.7	-8.8			
Infrastructure	0.0	2.0	-2.0						

\*The Pantheon performance uses the previous quarter value adjusted for cash flows in the month. As a long term investment the longer term results are the key indicators for this portfolio.



# Asset Allocation

	Start Quarter		End Quarter		% BM
	GBP'000s	%	GBP'000s	%	
<b>Equity</b>	<b>394,247</b>	<b>51</b>	<b>460,740</b>	<b>53</b>	<b>50</b>
Longview	91,705	12	104,930	12	10
BlackRock	177,589	23	212,704	24	24
GMO	67,577	9	78,801	9	8
Oldfield	57,376	7	64,305	7	8
<b>Private Equity</b>	<b>8,025</b>	<b>1</b>	<b>7,834</b>	<b>1</b>	<b>2</b>
Pantheon	8,025	1	7,834	1	2
<b>Property</b>	<b>64,139</b>	<b>8</b>	<b>61,737</b>	<b>7</b>	<b>10</b>
LaSalle	64,139	8	61,737	7	10
<b>Bonds</b>	<b>111,462</b>	<b>14</b>	<b>126,143</b>	<b>14</b>	<b>13</b>
BlackRock	111,462	14	126,143	14	13
<b>Alternatives</b>	<b>171,930</b>	<b>22</b>	<b>190,624</b>	<b>22</b>	<b>25</b>
Insight	90,414	12	94,883	11	6.5
CQS	80,816	10	91,102	10	11
Infrastructure	700		4,639	1	7.5
<b>Cash*</b>	<b>28,161</b>	<b>4</b>	<b>24,690</b>	<b>3</b>	<b>0</b>
<b>Total Fund</b>	<b>777,966</b>	<b>100</b>	<b>871,768</b>	<b>100</b>	<b>100</b>

\* Includes Record Hedge

# Performance Attribution by Manager

(£'000s)	Longview	Passive	GMO	Oldfield	Pantheon	LaSalle	BlackRock	Insight	Aber	CQS	Infra	Cash	Total
End Mar 2020	91,705	177,589	67,577	57,376	8,025	64,139	111,462	90,414		80,816	700	32,921	777,966
End June 2020	104,930	212,704	78,801	64,305	7,834	61,737	126,143	94,883		91,102	4,639	24,690	871,768

## Latest Quarter

Fund	14.5	19.8	16.6	12.1	7.6	-3.3	13.2	5.1		12.7			11.8
BM	19.8	19.6	18.5	19.8	19.8	-1.9	11.5	1.1		1.1			11.5
Relative	-4.4	0.1	-1.6	-6.4	-10.2	-1.4	1.5	4.0		11.5			0.2
<i>Manager Impact</i>	<i>-0.5</i>	<i>0.0</i>	<i>-0.1</i>	<i>-0.5</i>	<i>-0.1</i>	<i>-0.1</i>	<i>0.2</i>	<i>0.5</i>		<i>1.2</i>			<i>0.5</i>
<i>Allocation Impact</i>	<i>-0.1</i>	<i>0.0</i>	<i>0.0</i>	<i>-0.1</i>	<i>0.2</i>	<i>0.0</i>	<i>-0.3</i>	<i>-0.2</i>		<i>-0.2</i>	<i>0.6</i>	<i>-0.4</i>	<i>-0.2</i>

## One Year

Fund	-4.0	5.4	1.9	-10.5	1.9	-5.7	13.5	-3.5		-4.5			-0.4
BM	5.9	5.1	-0.5	5.9	5.9	-2.3	11.4	4.7		4.7			4.7
Relative	-9.4	0.3	2.4	-15.5	-3.7	-3.5	1.9	-7.8		-8.8			-4.9
<i>Manager Impact</i>	<i>-1.2</i>	<i>0.1</i>	<i>0.2</i>	<i>-1.3</i>	<i>0.0</i>	<i>-0.3</i>	<i>0.3</i>	<i>-0.8</i>		<i>-0.8</i>			<i>-3.8</i>
<i>Allocation Impact</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>-0.1</i>	<i>0.0</i>	<i>0.0</i>	<i>-0.1</i>	<i>0.0</i>		<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>-0.5</i>

## Three Years (% p.a.)

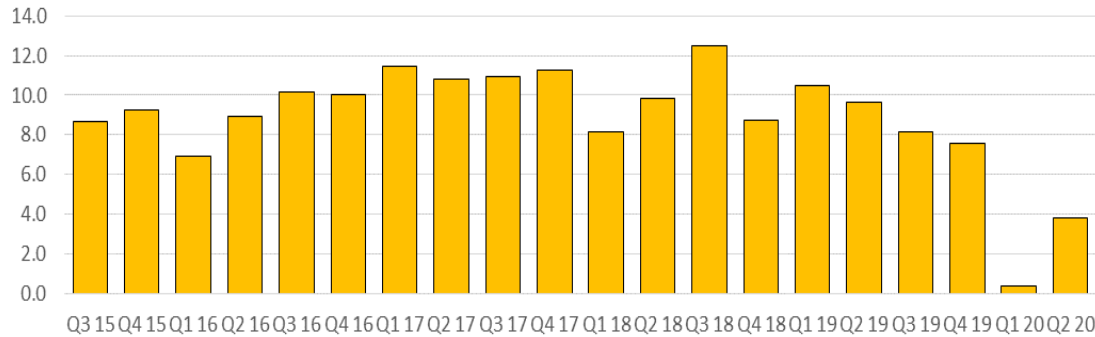
Fund	5.7	8.1	2.6	-0.4	7.1	1.3	7.8	1.4					3.8
BM	8.7	8.0	3.6	8.6	8.4	3.4	7.1	4.7					6.7
Relative	-2.8	0.1	-1.0	-8.3	-1.3	-2.1	0.7	-3.2					-2.8
<i>Manager Impact</i>	<i>-0.3</i>	<i>0.0</i>	<i>-0.1</i>	<i>-0.7</i>	<i>0.1</i>	<i>-0.2</i>	<i>0.2</i>	<i>-0.4</i>	<i>-0.3</i>	<i>-0.3</i>			<i>-2.4</i>
<i>Allocation Impact</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>-0.1</i>	<i>-0.3</i>

## Five Years (% p.a.)

Fund	6.8	12.1	7.9	6.7	12.3	4.7	9.0						6.9
BM	8.3	12.0	8.0	12.3	12.3	6.5	8.4						8.7
Relative	-1.3	0.0	-0.1	-5.0	0.0	-1.7	0.6						-1.7

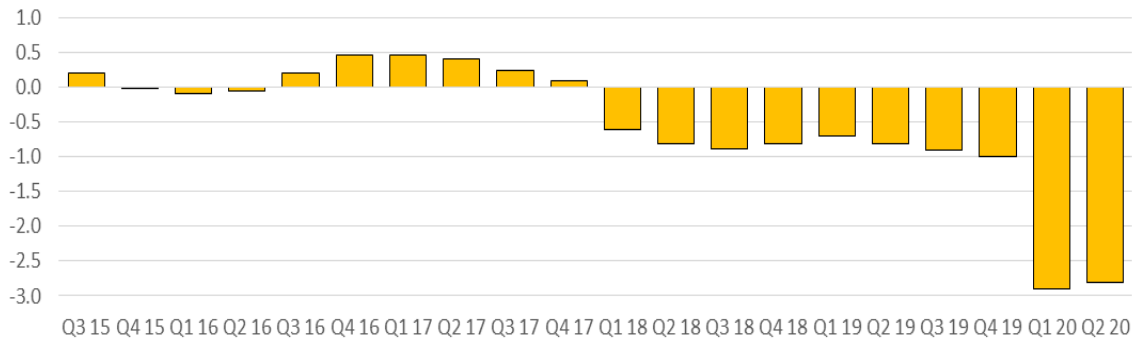
# Longer Term Performance

**Rolling Three Year Returns (%p.a.)**



- The Fund has produced a positive return over all three year periods.
- These returns are all well ahead of inflation of around 2% p.a.

**Rolling Three Year Relative Returns (% p.a.)**



- The Fund has performed within a tight range of its Benchmark - within +/- 2% quarterly and longer term over most periods.
- The underperformance in first quarter of 2020 has impacted heavily on the recent long term relative results.

# Benchmark Allocation

%	To 31/12/2017	From 1/1/2018	From 1/4/2019
<b>Equity</b>	<b>62</b>	<b>50</b>	<b>50</b>
Global Passive	31	24	24
Developed Active	21	18	18
Emerging Markets Active	10	8	8
<b>Bonds</b>	<b>13</b>	<b>13</b>	<b>13</b>
UK Bonds	10.4	10	10
Index Linked Gilts	2.6	3	3
<b>Property</b>	<b>10</b>	<b>10</b>	<b>10</b>
<b>Alternatives</b>	<b>15</b>	<b>27</b>	<b>27</b>
Diversified Growth	10	22	6.5
Multi Asset Credit			11
Infrastructure			7.5
Private Equity	5	5	2



While all reasonable efforts have been made to ensure the accuracy of the information contained in this document there is no warranty, express or implied, as to its accuracy or completeness. Any opinions expressed in this document are subject to change without notice. The document is for general information only and PIRC Ltd accepts no responsibility for any loss arising from any action taken or not taken by anyone using this material.

[Pensions & Investment Research Consultants Limited \(PIRC Ltd\) is authorised and regulated by the Financial Conduct Authority \(FCA Register number 144331, see FCA register for registration details\) and registered in England and Wales No 2300269.](#)