



# Investment Dashboard

Q2 2020

Prepared by Aon

Presentation to the London Borough of Harrow Pension Fund Committee

# Investment Dashboard

## Funding

86.1%

Qtr ▲ 3.2%

Source: Hymans Robertson

## Assets

£872m

Qtr ▲ £94m

## Liabilities

£1,013m

Qtr ▲ £74m

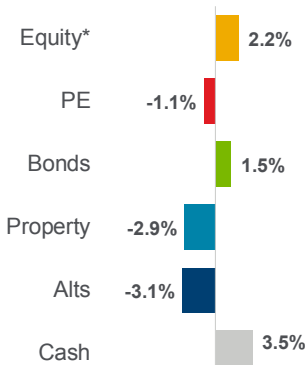
## Yields & MTAA views

	Now	3yr		5yr	
		Market Pricing	Aon View*	Market Pricing	Aon View*
Nominal	0.7%	▲ 0.8%	▲ n/a	▲ 0.9%	▲ n/a
Real	-2.5%	▲ -2.4%	▲ n/a	▲ -2.3%	▲ n/a
Inflation	3.3%	= 3.3%	▲ n/a	▼ 3.2%	▲ n/a

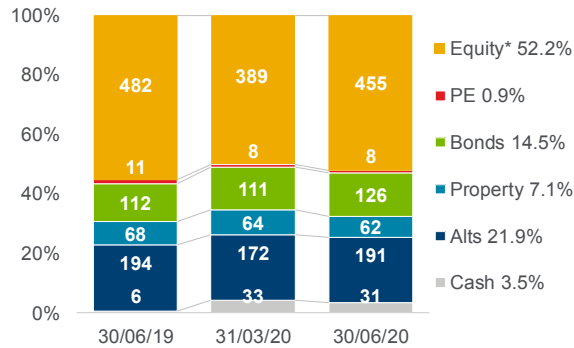
Source: Aon \*Given the uncertainty surrounding Brexit Aon's Fixed Income Team has suspended its medium-term projections on rates.

## Asset Allocation

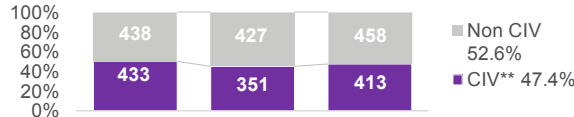
### Relative to strategic



### Absolute



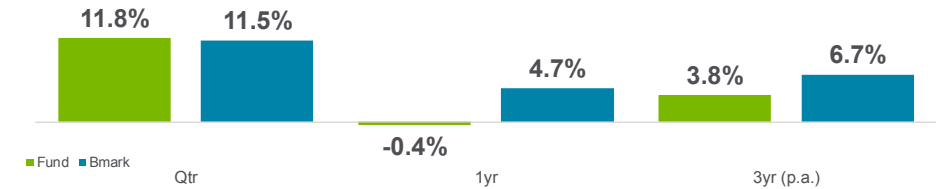
### London CIV



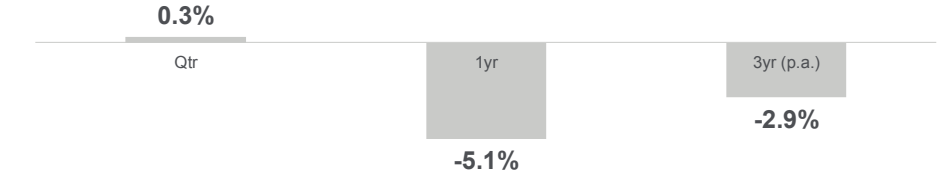
Source: London Borough of Harrow Pension Fund Officers \*includes passive currency hedge \*\* includes passive equity (BlackRock from Q4 2018)

## Performance

### Absolute



### Relative



Fund and Benchmark Performance Source: PIRC

## Managers in Focus

### InReview

Oldfield Global Equities\*

### Qualified

GMO Emerging Markets  
LaSalle UK Property

### Not Recommended\*\*

### Sell

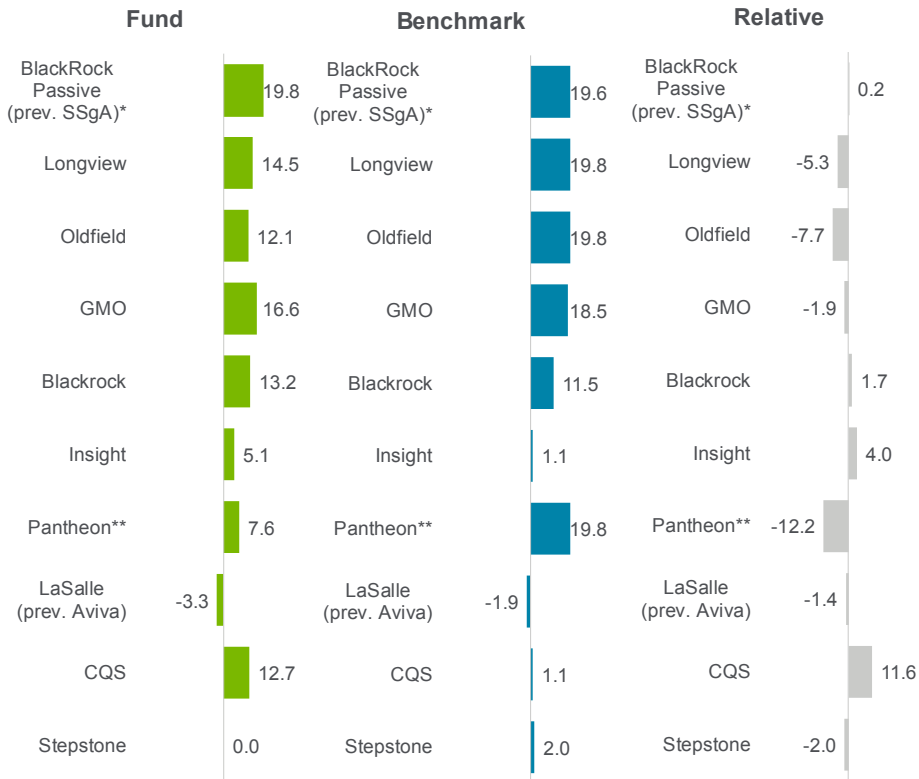
Source: Aon

\*Aon InForm Assessment

\*\* Not Recommended means the strategy scores below median in the InForm Assessment

# Manager Performance Dashboard

## Quarterly



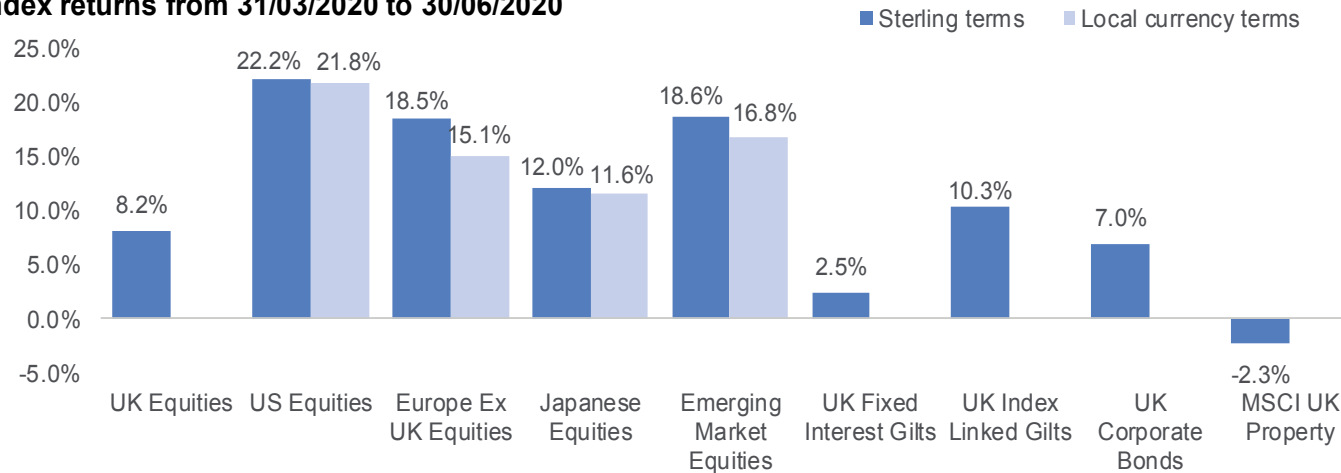
## 12 months



Fund and Benchmark Performance Source: PIRC Relative performance calculated by Aon using an arithmetic methodology  
 \*The passive equity assets were moved from SSgA to BlackRock on 7 September 2018 \*\*Pantheon performance uses the previous quarter value adjusted for cash flow in the month

# COVID-19: Impact on Markets

Index returns from 31/03/2020 to 30/06/2020



Source: FactSet, MSCI (Equities, Property), iBoxx (Corporate Bonds), FTSE (Gilts)

- Global equities rebounded sharply over the second quarter, recovering the bulk of the losses sustained in the previous quarter's selloff
- Gilt yields continued their descent over the quarter as quantitative easing programmes and sustained demand for safe haven assets, amidst an uncertain economic outlook, kept downward pressure on yields
- UK property capital values fell by 3.6% over the quarter as property valuations continued to be written down to reflect the economic downturn. Despite steady income returns, the MSCI UK Monthly Property Index returned -2.3% overall
- The Fund's Equity, Bonds and Alternatives buckets all had strong absolute performance over the quarter while the Property manager (LaSalle) fell as a result of the Coronavirus impact over Q2 2020.

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