



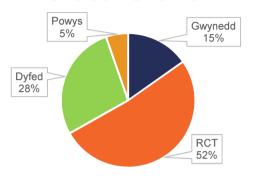
Wales Pension Partnership

Joint Governance Committee

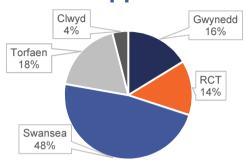
10th December 2020

September 2020 LF Wales PP Fund Snapshot

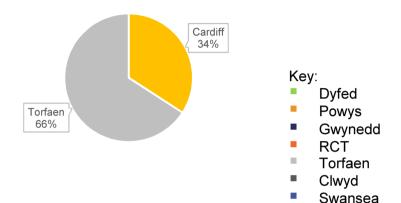




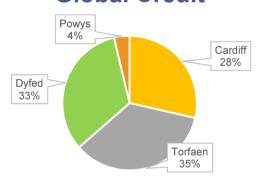
Global Opportunities



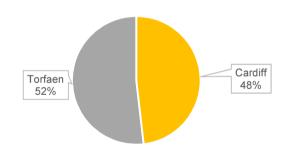
UK Opportunities



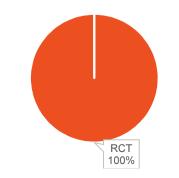
Global Credit



Global Gov. Bond



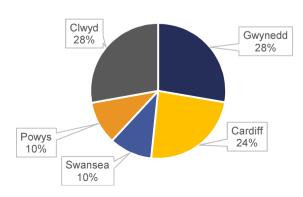
Sterling Credit



Fund	AUM	Inception date
Global Growth	£2,445,037,288	6 th Feb 2019
Global Opportunities	£2,284,960,573	14 th Feb 2019
UK Opportunities	£544,517,720	10 th Oct 2019
Global Credit	£789,846,587	21st Aug 2020
Global Government Bond	£531,735,711	20 th Aug 2020
Multi Asset Credit	£636,770,339	12 th Aug 2020
Sterling Credit	£554,652,347	19 th Aug 2020
Total	£7,787,520,565	

Note: All data as at 30th September 2020

Multi Asset Credit



Cardiff



Fund Launch Progress Report

Tranche 3, 4 & 5 updates

Open Launch Activity

Key Achievements & Updates

Key:

- On track
- Progressing with delays
- On hold / progressing with major delays

	Overview	Status	Progress in period	Launch dates
Tranche 3: Fixed Income sub- fund launch	 Establishment of 5 Fixed Income sub-funds within the ACS FCA approval received and BlackRock appointed as transition manager 	Completed	 All 5 funds launched successfully BlackRock have completed the post transition report and review with Host Authority / Hymans 28th September (final document issued 26th October) Byhiras review of transition pending 	27 th and 30 th July 2020 30 th September
Tranche 4: Emerging Markets sub-fund launch	 Emerging Market fund to be created under the Enhanced Portfolio Implementation model with a carbon reducing overlay 	-	 JGC agreed manager structure proposal March 2020 Prospectus review completed by LFS, Burgess Salmon and NT Depositary Submission to FCA due w/c 9th Nov 	May 2021

	Overview	Status	Progress in period	Planned Launch date
Tranche 5:			 Russell Investments paper to outline launch proposal based on legacy asset and strategic plan of each participating Authority discussed within Working Group 	
Development of a WPP Private Market s	 Development of a WPP Private Market strategy including a road map for the potential creation of a standalone Private Market sub fund 		 LFS provided a consultation paper on suitable structures to Host Authority / Hymans on 28th August 	January to June 2021
			 Follow up paper on operating model and investment approach provided to Host Authority / Hymans on 28th October 	



LFS Corporate Update & Engagement

LFS Corporate Update & Engagement

ASX Announcement

- A non-binding indicative proposal to acquire Link Group was received from a consortium comprising Pacific Equity Partners, Carlyle Group and their affiliates (Consortium) dated 10 October 2020
- This offer was rejected as it did not represent compelling value for Link Group shareholders and a subsequent offer is under review
- These events have no impact to our service delivery and commitment to the WPP

Key Q3 and future WPP Engagement

Link attendance at OWG/JGC meetings <u>in</u> period:

- OWG 24th July 2020 (VC)
- JGC 11th Sep 2020 (VC)
- OWG 18th Sep 2020 (VC)

Link attendance at OWG/JGC meetings <u>in</u> <u>next quarter</u>:

- OWG 4th November 2020 (VC)
- JGC 10th Dec 2020 (VC)

Link - Pension Committee attendance <u>in</u> period:

None

Link - Pension Committee attendance <u>in</u> <u>next quarter</u>:

Clwyd – 25th November 2020 (VC)

Other meetings in period

- · Host Authority update occurs bi-weekly
- · Working group occurs bi-weekly
- Private markets update 21st July 2020

Other meetings in next quarter

- Host Authority update occurs bi-weekly
- · Working group occurs bi-weekly

LFS Engagement Protocol

Business as Usual

Strategic Relationship Review	Frequency	Objective
	Bi-annual	Ensure strategic alignment between Host Authority and Link
 WPP Attendees Chris Moore Anthony Parnell Two Section 151 / Deputy Section 151 officers 		 Link Attendees Karl Midl, Managing Director Richard Thornton, Head of Relationship Management, Asset Owners Duncan Lowman, Head of Client Coverage
JGC Engagement	Frequency	Objective
	Quarterly	 Engage with JGC on pertinent matters and strategic deliverables
WPP AttendeesJoint Governance Committee (JGC)		 Link Attendees Karl Midl, Managing Director / Adam Tookey, Head of Product – as required Richard Thornton, Head of Relationship Management, Asset Owners / Duncan Lowman, Head of Client Coverage Eamonn Gough, Senior Relationship Manager Russell Investments
OWG Engagement	Frequency	Objective
	Every 2 Months	 Identify and deliver on opportunities to improve and expand the relationship Provide update on open projects or issues Monthly KPI Review (Data supplied monthly)
WPP Attendees Officers Working Group (OWG)		 Link Attendees Eamonn Gough, Senior Relationship Manager Richard Thornton, Head of Relationship Management, Asset Owners Adam Tookey, Head of Product (as required) Ada Wabara, Relationship Manager (as required) Ad-hoc Link attendance from functional departments: Tax, Compliance, Product, etc. Russell Investments

Note: The OWG Engagement and Monthly KPI meetings may be conducted remotely and/or amalgamated where required.

Link Engagement Protocol continued...

Business as Usual

Host Authority Update	Frequency	Objective
	Bi-Weekly	 Regular Host Authority – LFS to discuss deliverables and business updates
WPP Attendees		Richard Thornton, Head of Relationship Management, Asset Owners
Anthony Parnell		■ Eamonn Gough, Senior Relationship Manager
■ Tracey Williams		 Ada Wabara, Relationship Manager (as required)
		 Sheetal Shetty, Client Service Manager (as required)
WPP Working Group	Frequency	Objective
	Bi-Weekly	 Regular project call to discuss progress of deliverables
WPP Attendees		■ Link Client Team
 Officers Working Group (OWG) 		 Northern Trust
Hymans		 Russell Investments
		Other consultants (e.g. bFinance)
Annual Shareholder Day	Frequency	Objective
	Annual	 Open day for presentations on strategy and performance (with IM)
 Open to all involved parties 		Link Client Team
		Northern Trust
		 Russell Investments and other Investment Managers (e.g. Global Growth Managers)
		Other consultants as required (e.g. bFinance)
Pension Fund Committees		Objective
	Annual	General update on the ACS and planned initiatives
Individual Pension Fund Committee meetings		Eamonn Gough, Senior Relationship Manager
		 Ada Wabara, Relationship Manager
		 Richard Thornton, Head of Relationship Management, Asset Owners
		 Russell Investments