

Wales Pension Partnership

Joint Governance Committee

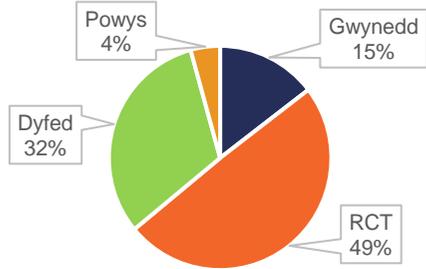
22nd September 2021



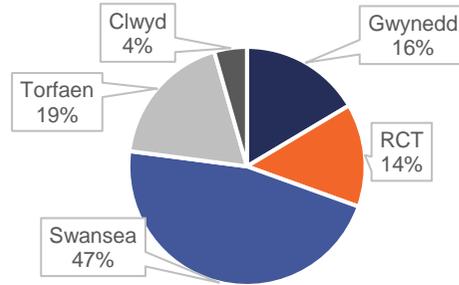
June 2021 LF Wales PP Fund Snapshot

- Key:
- Dyfed
 - Powys
 - Gwynedd
 - RCT
 - Torfaen
 - Clwyd
 - Swansea
 - Cardiff

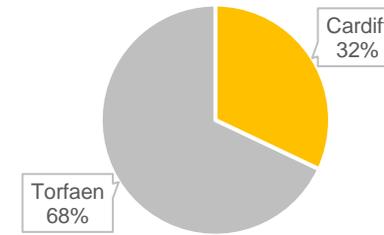
Global Growth



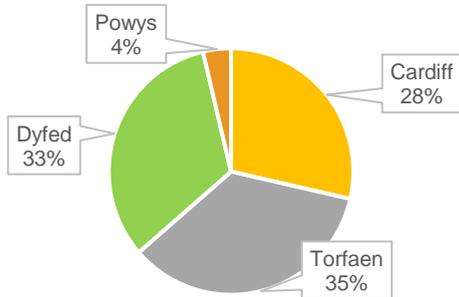
Global Opportunities



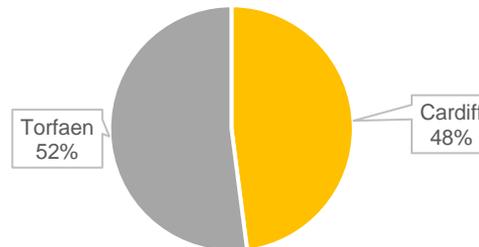
UK Opportunities



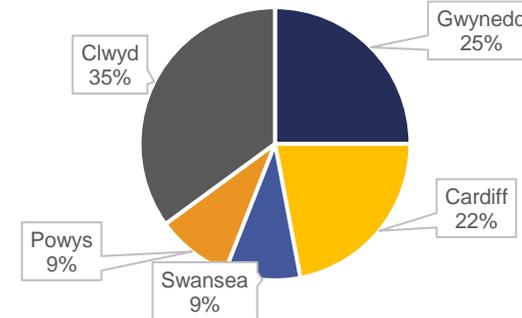
Global Credit



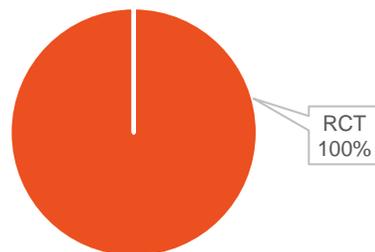
Global Gov. Bond



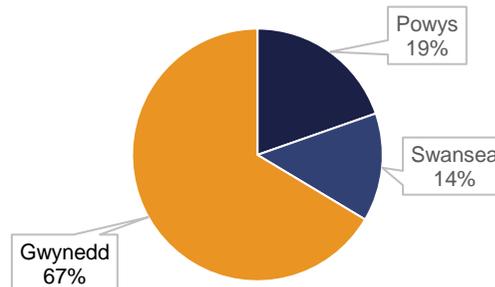
Multi Asset Credit



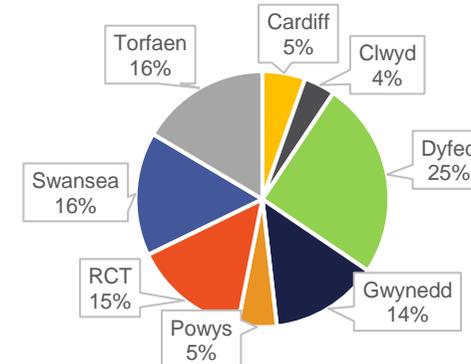
Sterling Credit



Absolute Return Bnd



Passive



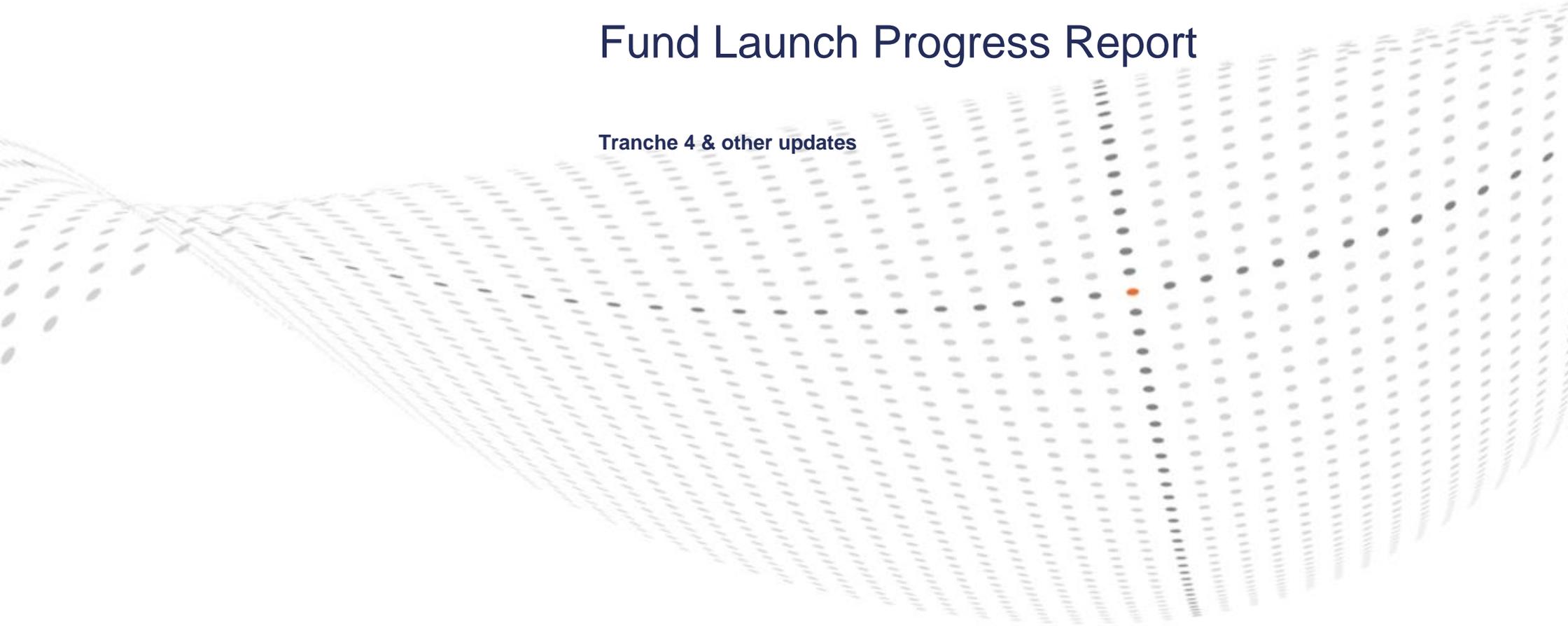
June 2021 LF Wales PP Fund Snapshot

| Fund | AUM | Inception date |
|----------------------------------|------------------------|----------------------------|
| Global Growth | £3,208,540,164 | 6 th Feb 2019 |
| Global Opportunities | £2,792,178,410 | 14 th Feb 2019 |
| UK Opportunities | £751,880,470 | 10 th Oct 2019 |
| Global Credit | £810,037,012 | 21 st Aug 2020 |
| Global Government Bond | £530,955,066 | 20 th Aug 2020 |
| Multi Asset Credit | £714,417,901 | 12 th Aug 2020 |
| Sterling Credit | £563,785,051 | 19 th Aug 2020 |
| Absolute Return Bond | £460,885,763 | 30 th Sept 2020 |
| Total Active Investments | £9,832,679,837 | |
| Total Passive Investments | £5,274,037,932 | |
| Total Pooled Assets | £15,106,717,769 | |

Note: All data as at 30th June 2021

Fund Launch Progress Report

Tranche 4 & other updates



Open Launch Activity

Key Achievements & Updates

| Fund Launches Progress | | | | |
|---|---|-------------|---|---------------------------|
| | Overview | Status | Progress in period | Launch / completion dates |
| Tranche 4: Emerging Markets sub-fund launch | <ul style="list-style-type: none"> Emerging Market fund to be created under the Enhanced Portfolio Implementation model with a carbon reducing overlay | In progress | <ul style="list-style-type: none"> FCA approval received 22nd March Operational setup underway for launch end in October Transition plan under review Revised launch date 20th October | October 2021 |
| Fund prospectus updates | <ul style="list-style-type: none"> Proposed in-flight prospectus updates | | <ul style="list-style-type: none"> Review of prospectus language to align all sub funds under PS19/4 requirements - LFS to determine if this will require filing or full FCA approval (in line with other updates) Baillie Gifford GAPA: implementation of a carbon screening process on the BG sleeve of the GG fund | Q3 |



LFS Corporate Update & Engagement



LFS Corporate Update & Engagement

LFS updates

- Duncan Lowman, Head of Client Coverage has left Link Fund Solutions Ltd on July 6th 2021 to join another financial services organisation (asset services)

Key Q2 and future WPP Engagement

Link attendance at OWG/JGC meetings in period:

- OWG 4th May 2021

Link attendance at OWG/JGC meetings in next quarter:

- JGC 28th July 2021
- OWG 19th July 2021

Link - Pension Committee attendance in period:

- None

Link - Pension Committee attendance in next quarter :

- None planned

Other meetings in period

- Pension Board Chairs – 29th April
- Operator review meeting – 18th May 2021 & 29th June 2021
- Host Authority update – occurs bi-weekly
- Working group - occurs bi-weekly

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 |
|--|--|--|
| | <ul style="list-style-type: none">▪ Bi-annual | <ul style="list-style-type: none">▪ Ensure strategic alignment between Host Authority and Link |
| WPP Attendees <ul style="list-style-type: none">▪ Chris Moore▪ Anthony Parnell▪ Two Section 151 / Deputy Section 151 officers | | Link Attendees <ul style="list-style-type: none">▪ Karl Midl, Managing Director▪ Richard Thornton, Head of Relationship Management, Asset Owners |
| JGC Engagement | Frequency | Objective |
| | <ul style="list-style-type: none">▪ Quarterly | <ul style="list-style-type: none">▪ Engage with JGC on pertinent matters and strategic deliverables |
| WPP Attendees <ul style="list-style-type: none">▪ Joint Governance Committee (JGC) | | Link Attendees <ul style="list-style-type: none">▪ Karl Midl, Managing Director / Adam Tookey, Head of Product – as required▪ Richard Thornton, Head of Relationship Management, Asset Owners▪ Eamonn Gough, Senior Relationship Manager▪ Russell Investments |
| OWG Engagement | Frequency | Objective |
| | <ul style="list-style-type: none">▪ Every 2 Months | <ul style="list-style-type: none">▪ 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 <ul style="list-style-type: none">▪ Officers Working Group (OWG) | | Link Attendees <ul style="list-style-type: none">▪ Eamonn Gough, Senior Relationship Manager▪ Richard Thornton, Head of Relationship Management, Asset Owners▪ Adam Tookey, Head of Product (as required)▪ Alistair Coyle, 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 |
|---|---|---|
| | <ul style="list-style-type: none"> ▪ Bi-Weekly | <ul style="list-style-type: none"> ▪ Regular Host Authority – LFS to discuss deliverables and business updates |
| WPP Attendees <ul style="list-style-type: none"> ▪ Anthony Parnell ▪ Tracey Williams | | <ul style="list-style-type: none"> ▪ Richard Thornton, Head of Relationship Management, Asset Owners ▪ Eamonn Gough, Senior Relationship Manager ▪ Alistair Coyle, Relationship Manager (as required) ▪ Clair Baguley, Client Service Manager (as required) |
| WPP Working Group | Frequency | Objective |
| | <ul style="list-style-type: none"> ▪ Bi-Weekly | <ul style="list-style-type: none"> ▪ Regular project call to discuss progress of deliverables |
| WPP Attendees <ul style="list-style-type: none"> ▪ Officers Working Group (OWG) ▪ Hymans | | <ul style="list-style-type: none"> ▪ Link Client Team ▪ Northern Trust ▪ Russell Investments ▪ Other consultants (e.g. bFinance) |
| Annual Shareholder Day | Frequency | Objective |
| | <ul style="list-style-type: none"> ▪ Annual | <ul style="list-style-type: none"> ▪ Open day for presentations on strategy and performance (with IM) |
| <ul style="list-style-type: none"> ▪ Open to all involved parties | | <ul style="list-style-type: none"> ▪ 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 |
| | <ul style="list-style-type: none"> ▪ Annual | <ul style="list-style-type: none"> ▪ General update on the ACS and planned initiatives |
| <ul style="list-style-type: none"> ▪ Individual Pension Fund Committee meetings | | <ul style="list-style-type: none"> ▪ Eamonn Gough, Senior Relationship Manager ▪ Alistair Coyle, Relationship Manager ▪ Richard Thornton, Head of Relationship Management, Asset Owners ▪ Russell Investments |