

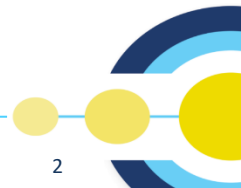
Border to Coast Pensions Partnership Ltd

Warwickshire
Pension Fund

04 November 2022



What are we covering today?



Border to Coast Pensions Partnership Ltd

Purpose & Approach



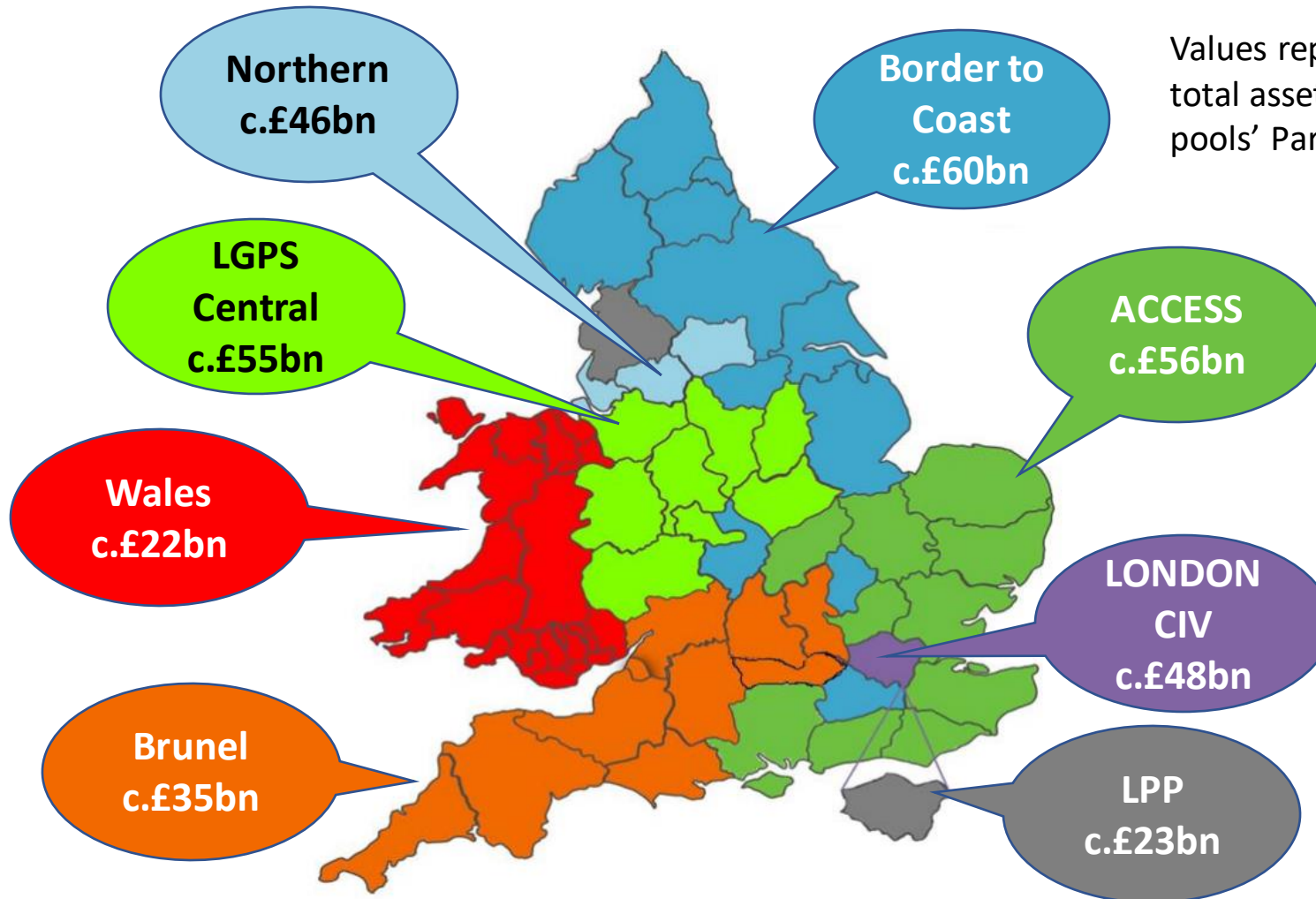
What is Pooling?

July 2015 Budget: Central Government announce the intention for LGPS to pool investments

- 
- A. Asset pooling to achieve the benefits of scale
 - B. Strong governance and decision making
 - C. Reduced costs and excellent value for money
 - D. An improved capacity and capability to invest in infrastructure

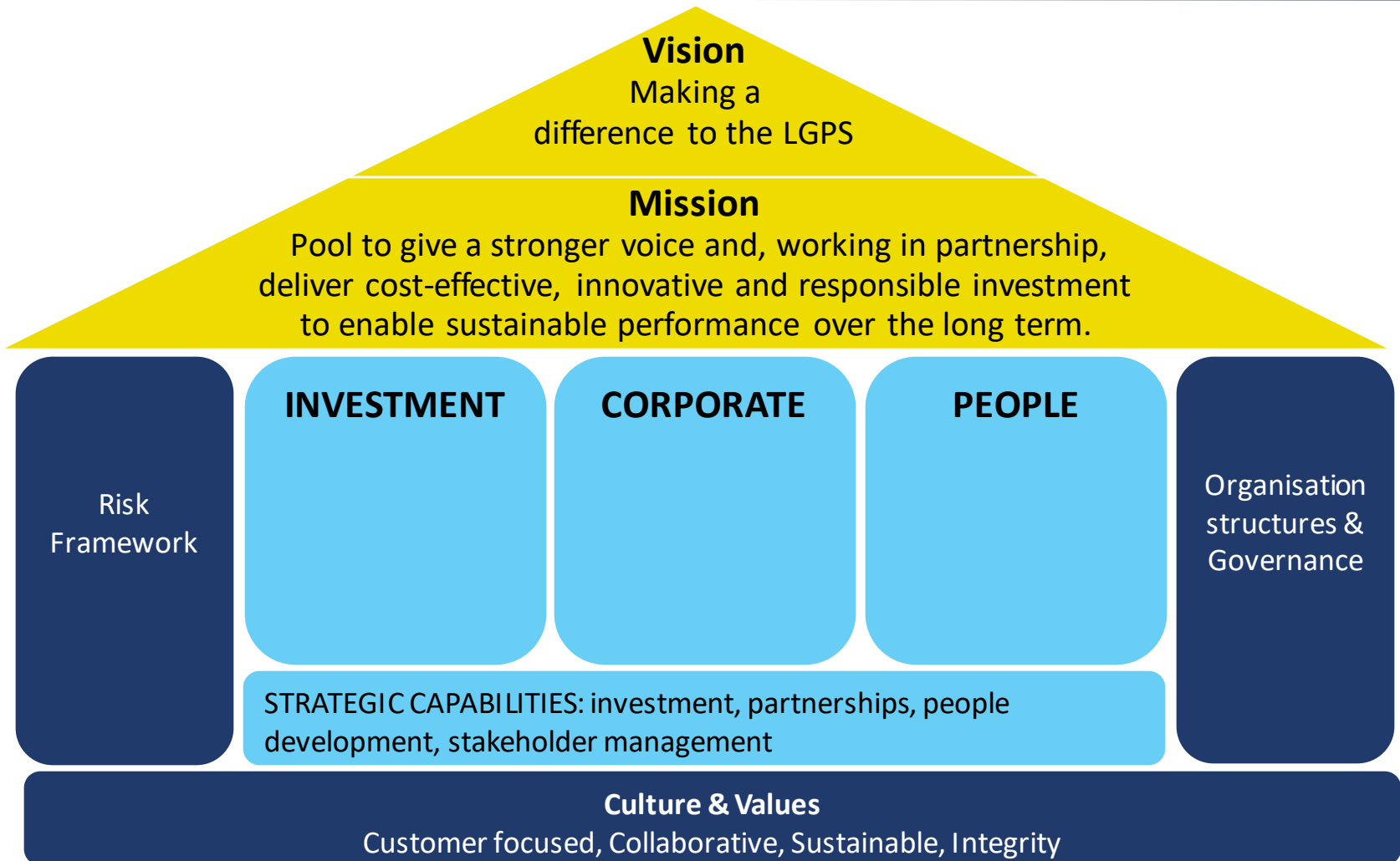
Introducing the Pools

Values represent the total assets of the pools' Partner Funds



Sources: Border to Coast Annual Report and Accounts, www.accesspool.org, www.londonciv.org.uk, www.localpensionspartnership.org.uk, Wales Pension Partnership Annual Report 20/21, www.lgpscentral.co.uk, www.northernlgps.org

Border to Coast: Strategy



Our Values & Behaviours



Border to Coast Pensions Partnership Ltd

Progress



Border to Coast

WHAT

- Founded to manage assets for our LGPS Partner Funds, who own Border to Coast equally

HOW

- Providing the building blocks for Partner Funds to implement their investment strategies

WHO

- Our Partner Funds represent c2,800 employers and are responsible for paying the benefits of c.1 million members

Highlights from FY 21/22:

11

Partner Funds
Invested
c.£60bn assets in total

£38.3bn

Assets under Management

£14m

of savings

Pledged to be
Net Zero
by 2050
or sooner

£9.7bn

Private Markets
Commitments

Colleagues

139

Propositions
launched to date

13

Voted on

12,206

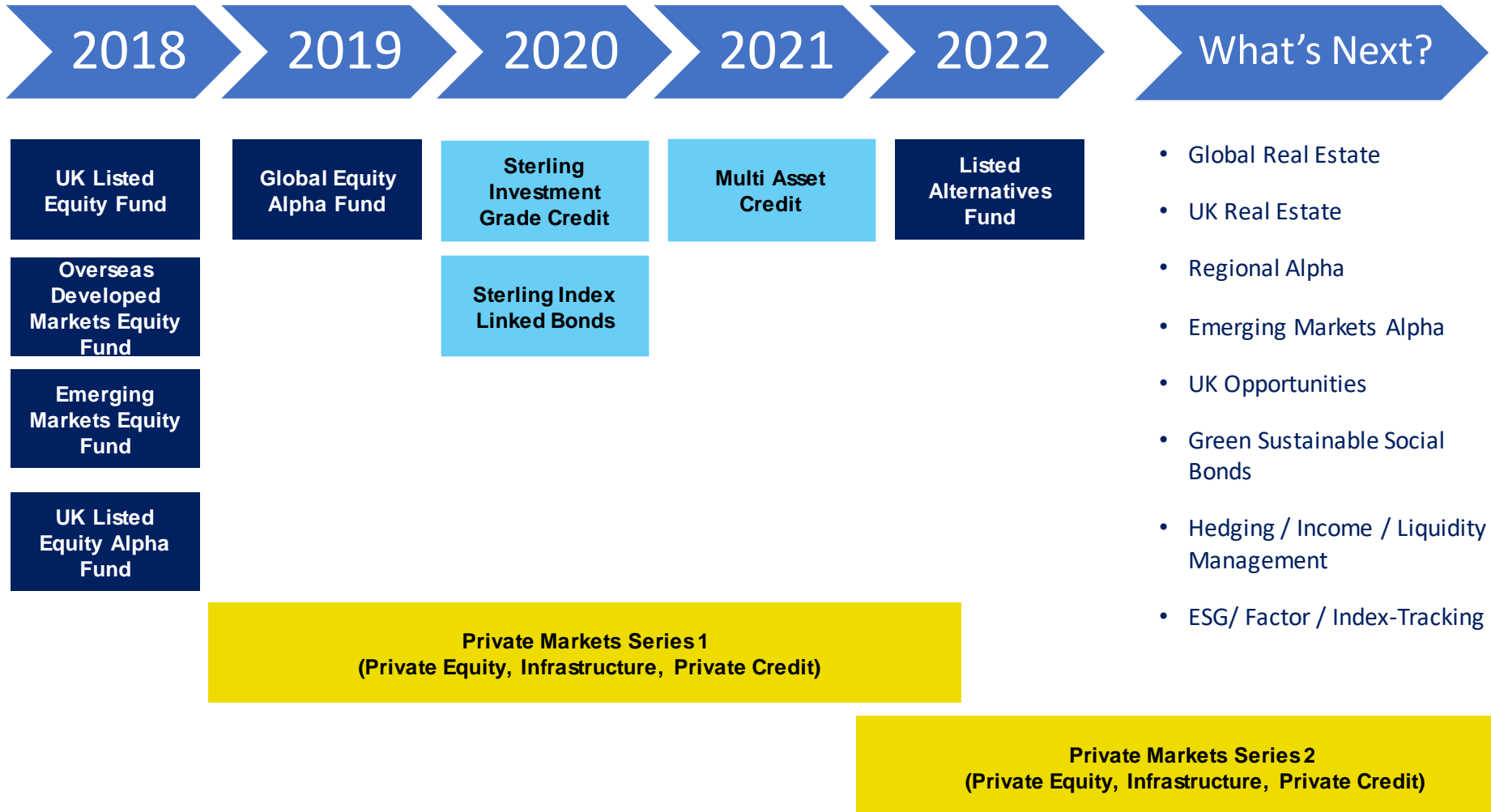
Shareholder Resolutions

Engaged with companies

1,672

times

Border to Coast: Our Propositions



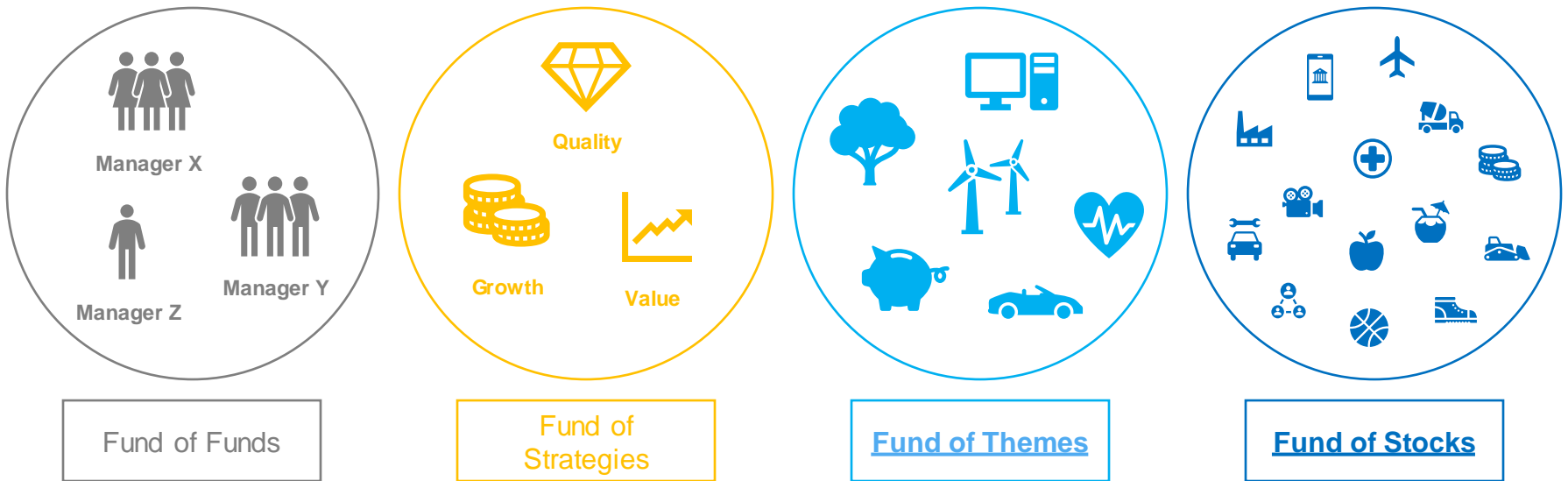
Source: Border to Coast's 31 March 2022 Report & Accounts

Border to Coast Pensions Partnership Ltd

Warwickshire Pension Fund –
Investments



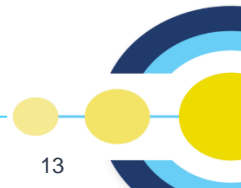
How do we approach our portfolios?



Not as a Fund of Funds, but as portfolios of themes and underlying businesses...

Warwickshire – Valuations

Listed Investments	Warwickshire Value (as at 30/09/2022)	Total Fund Value (as at 30/09/2022)
	£	£
UK Listed Equity Alpha Fund	256.9m	1.2bn
Global Equity Alpha Fund	349.5m	6.0bn
Sterling Investment Grade Credit Fund	173.3m	2.8bn
Multi-Asset Credit	225.4m	3.1bn



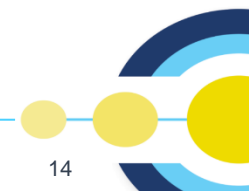
Warwickshire – Commitments

Alternative Investments	Warwickshire Commitment (Series 1)	Warwickshire Contributed Capital (Series 1)*	Committed by Border to Coast to Managers (**)	Total Series 1 Commitment (all Partner Funds)
	£	£	£ (% of commitment)	£
Infrastructure	165m	66.8m	163.7m (99%)	2,455m
Private Equity	45m	14.2m	44.8m (99%)	1,720m
Private Credit	70m	20.8m	69.6m (99%)	1,501m

Alternative Investments	Warwickshire Commitment (Series 2a)	Warwickshire Contributed Capital (Series 2A)*	Committed by Border to Coast to Managers (**)	Total Series 2a Commitment (all Partner Funds)
	£	£	£ (% of commitment)	£
Infrastructure	30m	0m	15.3m (51%)	1,025m
Private Equity	40m	0m	25.1m (63%)	705m
Private Credit	30m	0m	15.2m (51%)	985m

Source: Border to Coast. Past performance is not a reliable indicator of future performance and is not guaranteed.

*As at 30 June 2022. ** As at 30 September 2022.



Fund Performance (1 Year to...)

Fund Name	30/09/2022 (%)			30/09/2021 (%)			30/09/2020 (%)		
	Fund	Benchmark	Vs Target	Fund	Benchmark	Vs Target	Fund	Benchmark	Vs Target
UK Listed Equity Alpha Fund*	-15.94	-4.00	-13.94	33.89	27.89	+4.00	-12.85	-16.59	+1.74
Global Equity Alpha Fund*	-7.82	-4.17	-5.65	30.49	22.19	+6.30	-	-	-
Sterling Investment Grade Credit**	-21.79	-21.92	-0.47	1.06	-0.41	+0.87	-	-	-

- *Target: The Funds aim to provide a total return outperformance of the Index by at least 2% per annum over rolling 3 year periods (net of management fees).
- **Target: The Fund aims to provide a total return outperformance of the Index by at least 0.6% per annum over rolling 6 year periods (net of management fees).
- Performance Start Dates: UK Listed Equity Alpha Fund (14/12/2018). Global Equity Alpha Fund (24/10/2019). Sterling Investment Grade Credit Fund (18/03/2020).

Past performance is not a reliable indicator of future performance and is not guaranteed. Figures do not always sum due to rounding. Performance shown is net of ACS charges and investment management fees.

Source: Northern Trust, Border to Coast

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Border to Coast Pensions Partnership Ltd

Responsible Investment

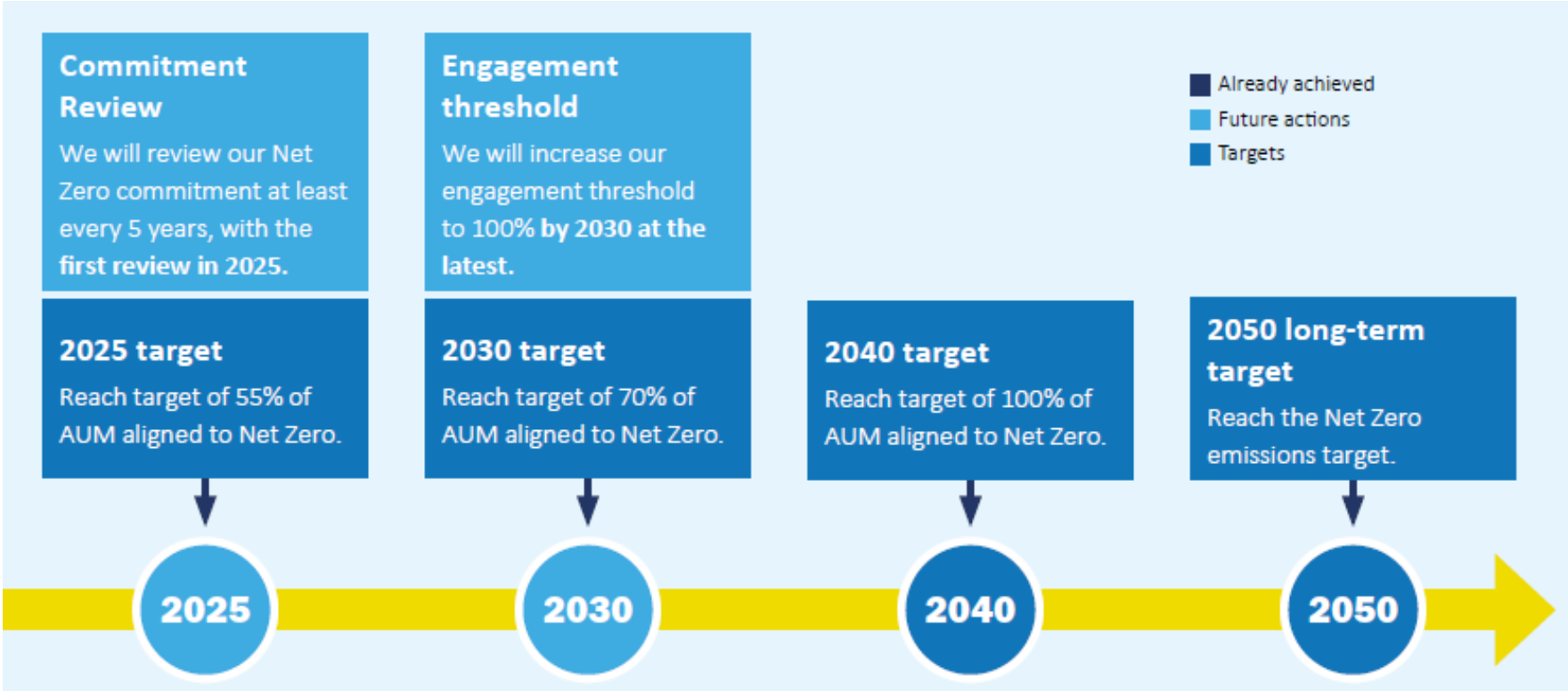


Border to Coast: A Responsible Investor



- Our approach to investing is **long-term** in nature.
- We **work collaboratively** across the industry, leveraging our voice to work with companies, other like-minded investors, asset owners and policy makers.
- We believe that the best way to influence companies is through **structured engagement**.
- Internal portfolio managers and the Responsible Investment team **engage** with companies directly.
- We expect external managers to **engage** with investee companies.
- **Building relationships** and dialogue with companies is preferred to divesting.

Border to Coast: Net Zero Road Map



Border to Coast Pensions Partnership Ltd

Appendix



Fund Performance (as at 30/09/2022)

Fund Name	1 Year (%)			3 Years (% p.a.)			ITD (% p.a.)		
	Fund	Benchmark	Vs Target	Fund	Benchmark	Vs Target	Fund	Benchmark	Vs Target
UK Listed Equity Alpha Fund*	-15.94	-4.00	-13.94	-0.64	0.80	-3.44	2.61	3.85	-3.25
Global Equity Alpha Fund*	-7.82	-4.17	-5.65	-	-	-	6.87	8.43	-3.56
Sterling Investment Grade Credit**	-21.79	-21.92	-0.47	-	-	-	-5.39	-6.28	+0.28
Multi-Asset Credit***	-	-	-	-	-	-	-14.61	3.82	-18.43

- *Target: The Funds aim to provide a total return outperformance of the Index by at least 2% per annum over rolling 3 year periods (net of management fees).
- **Target: The Fund aims to provide a total return outperformance of the Index by at least 0.6% per annum over rolling 6 year periods (net of management fees).
- ***Target: The Fund aims to outperform the benchmark of SONIA + 3.5% p.a. (net of management fees) for performance monitoring purposes.
- Inception Dates: UK Listed Equity Alpha Fund (14/12/2018). Global Equity Alpha Fund (24/10/2019). Sterling Investment Grade Credit Fund (18/03/2020). Multi Asset Credit (11/11/2021).

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Source: Northern Trust, Border to Coast

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INTERNAL

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