

PENSIONS INVESTMENT SUB COMMITTEE

29 SEPTEMBER 2022

INVESCO REAL ESTATE UK RESIDENTIAL FUND AND EUROPEAN PROPERTY FUND PERFORMANCE REVIEW AND MACROECONOMIC UPDATE

Recommendation

1. **The Chief Financial Officer recommends that the Pensions Investment Sub Committee note and comment on:**
 - a) **Invesco Real Estate UK Residential Fund attached as Appendix 1 and European Property Fund update as at the end of June 2022 attached as Appendix 2; and**
 - b) **The Macroeconomic update attached as Appendix 3,**
2. **The Invesco Real Estate UK Residential Fund and European Property Fund Managers provides: -**
 - UK Residential Fund (Appendix 1)**
 - a. Executive Summary
 - b. Fund introduction and Status
 - c. Market Context
 - d. Investment Management
 - e. Summary & Terms
 - f. Appendices
 - Real Estate European Fund (Appendix 2)**
 - g. Executive Summary
 - h. Portfolio positioning
 - i. Outlook
 - j. Appendices
3. **The Macro Economic update (Appendix 3) provides:**
 - a. Pandemics and Wars: Deflation, Inflation or Stagflation
 - b. Global Macro, Geo Politics and Structural Change
 - c. US Growth/Inflation Scenarios: Hard, Soft or Softish landing
 - d. Russian Embargoes; European Stagflation Risks; Policies & Possibilities
 - e. Investment Implications – Divergent Performance. Selective Diversification
 - f. Appendix
4. **Pensions Investment Sub-Committee is asked to note and comment on the presentations provided by Invesco Real Estate UK Residential Fund and European Property Fund Manager as at the end of June 2022 and the Macroeconomic update provided.**

5. Please note that Appendix 1, 2 and 3 contain exempt information (on salmon pages) and should members wish to discuss the information included in these Appendices they would need to consider passing the appropriate resolution and moving into exempt session.

Supporting Information

Appendix 1 – Invesco Real Estate UK Residential Fund and Appendix 2 European Property Fund Manager as at the end of June 2022

Appendix 3 – Invesco Marco Economic update

Specific Contact Points for this report

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Background Papers

In the opinion of the proper officer (in this case the Chief Financial Officer) there are no background papers relating to the subject matter of this report: