

## **PENSION INVESTMENT SUB COMMITTEE**

### **14 JUNE 2023**

# **LGPS CENTRAL (LGPSC) GLOBAL ACTIVE EMERGING MARKETS, GLOBAL ACTIVE INVESTMENT GRADE BOND AND ALL WORLD EQUITY CLIMATE MULTI FACTOR FUND PERFORMANCE TO THE END OF MARCH 2023**

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### **Recommendation**

- 1. The Chief Financial Officer recommends that the LGPS Central Global Active Emerging Market, Global Active Investment Grade Bond and Global Sustainable Equity Funds Performance Investments Performance to March 2023 be noted.**

### **Background**

#### **Active Global Emerging Markets (AGEM)**

- 2. The Funds active Emerging Markets equities were transitioned to the LGPS Central Active Global Emerging markets mandate (AGEM) in July 2019. The Fund will reach its fourth year of investment in July 2023 and the Fund has requested that the Fund is part of the review that is currently being undertaken by LGPSC.**
- 3. The AGEM quarter's Performance Report as at the end of March 2022 is attached as an Appendix and covers the following areas which includes a progress update on the Global Sustainable Equity Active Fund:**
  - a. Fund information and objective**
  - b. Commentary, Performance overview & Performance against Peers**
  - c. March 2023 Attribution & Fund construction**
  - d. Emerging Markets Equity Active Multi Manager Fund Risk**
  - e. Key areas of discussion with Fund Managers over Q1 2023**
  - f. Responsible Investment and Stewardship**
  - g. Multi Manager search update**
  - h. Fund outlook**
- 4. The Fund invested in the Global Sustainable Equity (Targeted & Thematic) Active Fund (GSEAF) investments in May 2022.**
- 5. The GSEAF quarter's Performance Report as at the end of March 2023 is attached as an Appendix and covers the following areas:**
  - a. Fund information and objective**
  - b. Commentary, Performance overview & Performance against Peers**
  - c. March 2023 Attribution & Fund construction**
  - d. Fund Risk**
  - e. Key areas of discussion with Fund Managers over Q1 2023**
  - f. Fund outlook**

6. The Funds active Corporate Bonds investments were transitioned to the LGPS LGPSC Global Active Investment Grade Bond (GAIGB) in March 2020.

7. The GAIGB quarter's Performance Report as at the end of March 2023 is attached as an Appendix and covers the following areas: -

- a. Fund information and objective
- b. Q1 2023 Commentary
- c. Performance Update
- d. Fund Risk
- e. Key areas of discussion with Fund Managers over Q1 2023

**8. Please note that the Appendix contains exempt information (on salmon pages) and should members wish to discuss the information included in this Appendix they would need to consider passing the appropriate resolution and moving into exempt session**

### **Contact Points**

Specific Contact Points for this report

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### **Supporting Information**

- LGPS Central Active Global Emerging Markets performance update March 2022, Global Active Investment Grade Bond Performance update March 2022 and Global Sustainable Equity (Targeted & Thematic) Active Funds Performance update March 2023 (Appendix) **(Exempt Information – Salmon pages)**

### **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: