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PENSION FUND INVESTMENT AND PERFORMANCE SUB-COMMITTEE WEDNESDAY, 22 AUGUST 2018

A MEETING of the PENSION FUND INVESTMENT AND PERFORMANCE SUB-COMMITTEE will be held in the DUNDAS ROOM, CLYDESDALE BANK, 83 GEORGE STREET, EDINBURGH on WEDNESDAY, 22 AUGUST 2018 at 11.00 AM

J. J. WILKINSON,
Clerk to the Council,

15 August 2018

BUSINESS		
1.	Apologies for Absence	
2.	Order of Business	
3.	Declarations of Interest	
4.	Minute (Pages 3 - 4) Minute of meeting held on 26 February 2018 to be noted and signed by the Chairman. (Copy attached).	2 mins
5.	Any Other Items which the Chairman Decides are Urgent	
6.	Any Other items Previously Circulated.	
7.	Items Likely To Be Taken In Private Before proceeding with the private business, the following motion should be approved:- "That under Section 50A(4) of the Local Government (Scotland) Act 1973 the public be excluded from the meeting for the following items of business on the grounds that they involve the likely disclosure of exempt information as defined in paragraph 8 of Part 1 of Schedule 7A to the aforementioned Act."	
8.	Private Minute (Pages 5 - 10) Private Minute of meeting held on 26 February 2018 to be noted and signed by the Chairman. (Copy attached).	2 mins
9.	Environmental, Social and Governance (ESG) Recap (Pages 11 - 16) Consider report by KPMG. (Copy attached).	10 mins

10.	Junior Commercial Real Estate & Infrastructure Debt - Introduction (Pages 17 - 30) To consider report by KPMG. (Copy attached).	10 mins
11.	Investment Strategy Health Check (Pages 31 - 64) To consider report by KPMG. (Copy attached).	40 mins
12.	Investment Performance Equity Managers (Pages 65 - 82) To consider briefing paper by KPMG. (Copy attached).	25 mins
13.	Quarter Performance to 30 June 2018 (Pages 83 - 104) To consider report by KPMG. (Copy attached).	5 mins
14.	Presentation - Baillie Gifford (Pages 105 - 136) (Copy attached).	70 mins
15.	Presentation - Harris Associates (Pages 137 - 162) (Copy attached).	60 mins
16.	Presentation - Morgan Stanley (Pages 163 - 230) (Copy attached).	60 mins

NOTES

1. **Timings given above are only indicative and not intended to inhibit Members' discussions.**
2. **Members are reminded that, if they have a pecuniary or non-pecuniary interest in any item of business coming before the meeting, that interest should be declared prior to commencement of discussion on that item. Such declaration will be recorded in the Minute of the meeting.**

Membership of Committee:- Councillors D. Parker (Chairman), J. Brown, G. Edgar, J. A. Fullarton, D. Moffat, S. Mountford, S. Scott, Mr P Smith and Ms K M Hughes

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**SCOTTISH BORDERS COUNCIL
PENSION FUND INVESTMENT AND PERFORMANCE SUB-COMMITTEE**

MINUTES of Meeting of the PENSION FUND INVESTMENT AND PERFORMANCE SUB-COMMITTEE held in KPMG, Saltire Court, 20 Castle Street, Edinburgh EH1 2EG on Monday, 26 February 2018 at 11.00 am

Present:- Councillors D Parker (Chairman), J Brown, G Edgar, D Moffat, S Mountford, S Scott, Ms K M Hughes and Mr P Smith.
Apologies:- Councillor J Fullarton, Mr C Hogarth.
In Attendance:- Chief Financial Officer, Capital & Investments Manager, Mr D O'Hara, Investment Advisor (KPMG), Mr A Hodgson Support Consultant (KPMG) and Democratic Services Officer (J Turnbull).

1. **MINUTE**
The Committee noted the Minute of the meeting of 21 August 2017.
2. **ITEMS LIKELY TO BE TAKEN IN PRIVATE DECISION**
AGREED under Section 50A(4) of the Local Government (Scotland) Act 1973 to exclude the public from the meeting during consideration of the business contained in the following items on the grounds that they involved the likely disclosure of exempt information as defined in paragraphs 6 and 8 of part 1 of Schedule 7A to the Act.

SUMMARY OF PRIVATE BUSINESS

3. **PRIVATE MINUTE**
The Sub-Committee noted for signature the Private Minute of 21 August 2017.
4. **QUARTER PERFORMANCE UPDATE TO 31 DECEMBER 2017**
The Committee noted the report by KPMG.
5. **PRESENTATION - M & G INVESTMENTS**
The Committee noted the presentation by M&G Investments.
6. **PRESENTATION - LGT CAPITAL PARTNERS**
The Committee noted the presentation by LGT Capital Partners.
7. **PRESENTATION - PARTNERS GROUP**
The Committee noted the presentation by Partners Group.
8. **PRESENTATION - PERMIRA DEBT MANAGERS**
The Committee noted the presentation by Permira Debt Managers.
9. **PRESENTATION - BLACKROCK UK LONG LEASE PROPERTY FUND**
The Committee noted the presentation by Blackrock.

The meeting concluded at 5.05 pm.

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