

# CARDIFF & VALE OF GLAMORGAN PENSION FUND

## Asset Allocation for 2020-21

Asset Class		Target Allocation	Variance Limits	Benchmark	Target Return	Target Tracking Error
		%	%			
<b>Equities</b>						
Global	<i>Low Carbon Tracker</i>	10	+/- 4	MSCI World Low Carbon Target	Index +/- 0.25%	0
	<i>Active</i>	30	+/- 5	MSCI AC World	Index +2%	3-6%
UK	<i>Passive</i>	5	+/- 2	FTSE All Share	Index +/- 0.25%	0
	<i>Active</i>	10	+/- 4	FTSE All Share	Index +2%	3-6%
Emerging Markets	<i>Active</i>	5	+/- 2	MSCI Emerging Markets	Index +3%	4-8%
<b>Total Equities</b>		<b>60</b>	<b>+/- 10</b>			
<b>Bonds &amp; Cash</b>						
Global Bonds	<i>Global Government</i>	11	+/- 4	FTSE World Government Bond (GBP Hedged)	Index +1%	0-3%
	<i>Global Credit</i>	9.5	+/- 4	Bloomberg Barclays Global Aggregate Credit (GBP Hedged)	Index +1%	0-3%
	<i>Multi-Asset Credit</i>	7	+/- 3	3-month GBP LIBOR	Index +4%	0-3%
Cash		0	+ 2	Local Authority 7 day	Index	
<b>Total Bonds &amp; Cash</b>		<b>27.5</b>	<b>+/- 5</b>			
<b>Other Assets</b>						
Property	<i>UK</i>	5	+/- 2	MSCI UK QPFI All Balanced Property Funds	Index	
	<i>Global</i>	2.5	+/- 1	N/A	Absolute Return 10% p.a.	
Private Equity	Global	5	+/- 2			
<b>Total Other Assets</b>		<b>12.5</b>	<b>+/- 4</b>			