

JERSEY TEACHERS' SUPERANNUATION FUND



ANNUAL REPORT 2013

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Contents

INTRODUCTION

Overview.....	1
Members, Managers and Advisors.....	3
Participating Employers.....	4
Governance.....	5

MANAGEMENT BOARD REPORT

Review of the Year.....	6
Administration.....	8
Communications.....	11
Investments.....	13

ACCOUNTS

Fund Account.....	19
Net Asset Statement.....	20
Notes to the Accounts.....	21
Independent Auditor's Report.....	29
Statement of Responsibilities.....	30

ACTUARIAL STATEMENT.....	31
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GLOSSARY.....	33
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CONTACT DETAILS AND FURTHER INFORMATION.....	34
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INTRODUCTION

Welcome to the Seventh annual report and accounts for the Jersey Teachers' Superannuation Fund ("JTSF" or "Fund").

OVERVIEW

During the year the JTSF increased in value by over £59.5million, resulting in a value of £386.2 million at the end of the year (2012: £326.7 million). During the year the investments returned 20.1%.

The Fund has continued to perform strongly on the back of rising global equity markets in 2013, with the large allocation to equities enabling the Fund to take advantage of these gains. Strong performance by the investment managers has seen the Fund outperform the rising market by 2.3%.

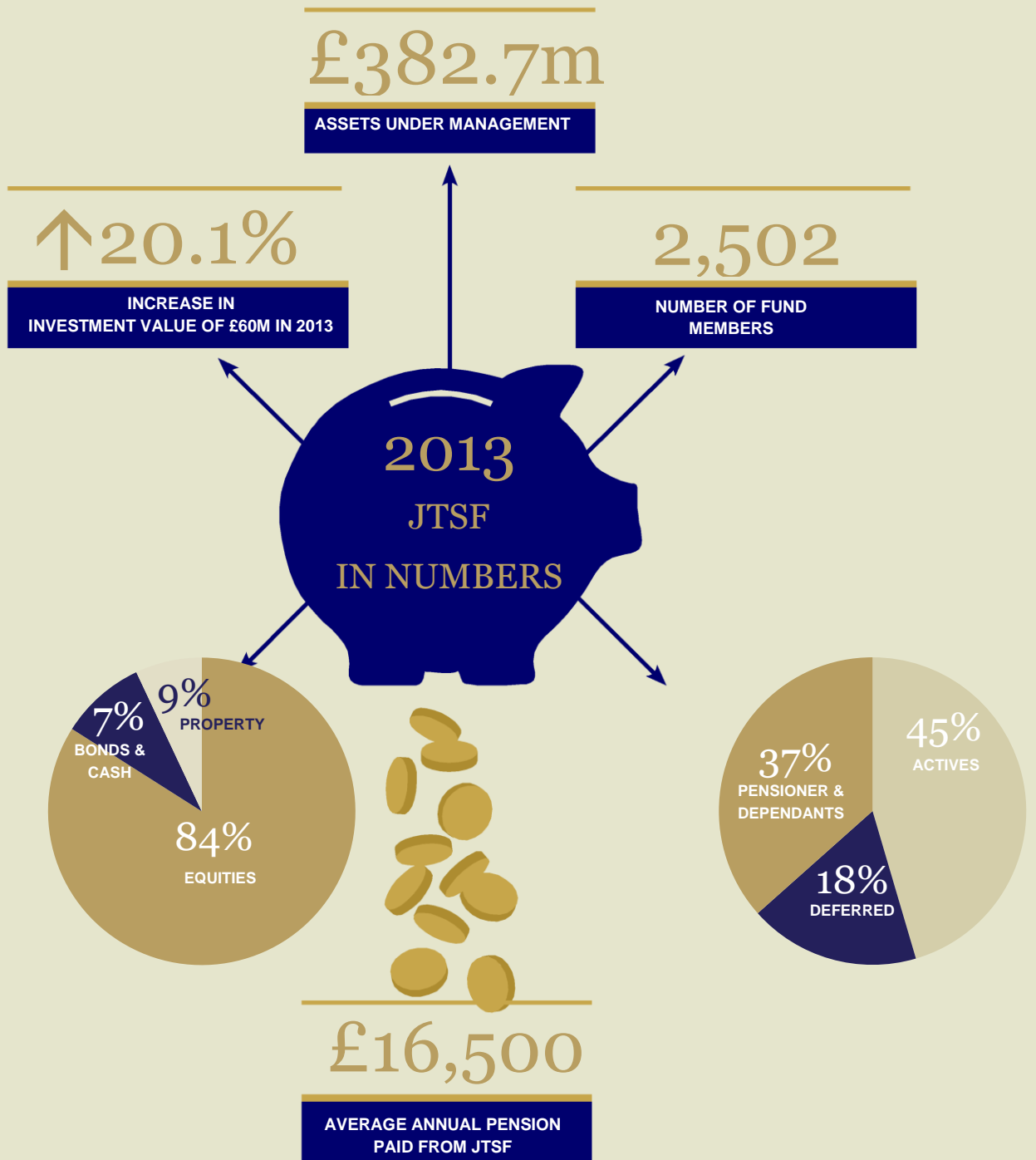
During the year assets with the value of £382.2 million were transferred to the operational control of the States of Jersey Common Investment Fund. This will enable the Fund to access a range of new asset classes, which the Management Board is currently reviewing. This arrangement enables the Fund's investments to achieve a broader diversification in terms of investment managers and assets classes. It also aims to decrease the investment costs that the Fund incurs by reducing investment management and advisory fees.

The Management Board maintains decision-making responsibility for the strategic asset allocation of the Fund, that is the proportion of assets that the Fund invests in equities, bonds and property. This is the most important investment decision that the Board makes because it has the biggest impact on the long term returns of the Fund.

An actuarial valuation of the Fund is conducted every 3 years. The last valuation was conducted at the end of December 2010. Taking into account the States of Jersey's expected future payments to cover the Pension Increase Debt there was no surplus or deficit in the Fund on 31 December 2010. The next actuarial valuation is being conducted as at the end of December 2013 with the results expected in early 2015.

There continues to be significant interest and focus on pensions both here in Jersey and in the UK. In the light of changes to public sector pension schemes in the UK aimed at maintaining their sustainability and affordability, work has begun in Jersey to evaluate what changes could and should be proposed for public sector pension schemes in Jersey. Over the last year changes to the Public Employees Contributory Retirement Scheme (PECRS) were considered and it is anticipated that the changes will take place on 1 January 2015. It is expected that the Jersey Teachers Superannuation Fund will be considered by the States in the future and that changes could be made.

These and other developments are covered in more detail on the following pages. We hope you find the report interesting and informative. As always we welcome your feedback on the report and indeed on any aspect of the Fund's activities.



MEMBERS, MANAGERS AND ADVISORS

Members of the Management Board	
Mr RJ Amy OBE (Chairman)	Mr R E Harris
Ms D Croke (resigned 4 Dec 2013)	Mr T Le Sueur OBE
Mr C Beirne	Mr T McKeon
Mr G Burton	Mr J Mills CBE
Mr R Dupré	Mr T Shaw (appointed 28 June 2013)
Mr A Desmond (appointed 1 Jan 14)	Mr D Thebault
Mr R E Elvidge (resigned 31 Dec 2013)	Mr J Turner
Investment Managers	Appointed
Baillie Gifford & Co	December 2003
BlackRock UK Property Fund	August 2010
Legal and General Asset Management	March 2004
Royal London Asset Management	August 2013
Schroder Investment Management Limited	March 2012
Threadneedle Asset Management Limited	August 2011
Secretary	Mr RJ Raggett
Investment Consultants	Aon Hewitt
Legal Advisors (Jersey)	Carey Olsen
Legal Advisors (UK)	Nabarro LLP
Bankers	HSBC Plc
Auditor	Deloitte LLP
Actuary	Government Actuary's Department
Custodian	The Northern Trust Company
Administrator	Treasurer of the States of Jersey

PARTICIPATING EMPLOYERS

Permanent teachers of the States of Jersey are automatically admitted to the Fund from age 20. In addition to the States, a number of accepted schools participate in the Fund.

Administering Authority

States of Jersey (includes all States' non-fee paying and fee paying schools)

Accepted schools

Beaulieu Convent School

De la Salle College

FCJ Primary School

St George's Preparatory School

St Michael's Preparatory School

GOVERNANCE ARRANGEMENTS

Summary of Governance Arrangements

The Fund is governed by Orders made under the Teachers' Superannuation (Jersey) Law 1979.

Under those Orders the Management Board has a wide range of responsibilities which include establishing the investment strategy of the Fund, appointing and instructing the Fund actuary, custodian and investment managers, and ensuring benefits are paid to members in accordance with the Regulations. In order to facilitate this, the Management Board has set up a number of Subcommittees with specific responsibilities.

The table below sets out the Subcommittees and their membership. Each Subcommittee is assisted by the Secretary, Officers and Advisors as appropriate.

Subcommittee:	Investments ¹	Ill Health and Death Benefits	Publications	Audit
Number of meetings in 2013	4	deals with individual cases and meets as required	2	3
Committee member				
Mr RJ Amy OBE (Chairman)	Chairman			
Mr C Beirne	•			
Mr G Burton	•			•
Miss D Croke				
Mr A Desmond			•	
Mr R Dupre			Chairman	
Mr R E Elvidge		•		
Mr R Harris	•			•
Mr T Le Sueur OBE				Chairman
Mr J Mills CBE				
Mr T McKeon	•	Chairman		•
Mr T Shaw		•	•	
Mr D Thebault		•		
Mr J Turner			•	

¹ On 1 August 2013 the investments of the Fund transferred into the Common Investment Fund, following this move the Investment Subcommittee was superseded by the Treasury Advisory Panel. The Chairman, Mr Burton and Mr Harris now attend these meetings on behalf of the Management Board.

MANAGEMENT BOARD REPORT

REVIEW OF THE YEAR

Actuarial Valuation

The Management Board has adopted a policy for a formal Actuarial Valuation to be completed by the Independent Fund Actuary every three years. The most recent Actuarial Valuation was completed as at 31 December 2010. A valuation shows the relationship between estimated future pension payments and the funds held to pay for these pensions. The Actuary uses a range of assumptions on the average life expectancy of Fund members, investment returns, inflation and interest rates in order to assess the financial position of the Fund.

The valuation was signed on the basis that agreement will be obtained with the States for the repayment of the Pension Increase Debt. In the meantime the States of Jersey continue to make repayments for this debt via the employee contribution rate of 16.4% of pensionable salaries.

Taking into account the States of Jersey's expected future payments to cover the Pension Increase Debt there was no surplus or deficit in the Fund on 31 December 2010. The next actuarial valuation will be conducted as at the end of December 2013 with the results expected in early 2015.

Investments

The strong performance in 2012 has continued in 2013 with sustained growth in the equity markets. As at 31 December 2013 the value of the Fund assets was £382.7 million (2012: £326.7 million).

During the year the majority of the assets of the Fund were transferred into the Common Investment Fund. This led to a change in the governance arrangements for the management of the investments. The Management Board works with its Investment Advisor, Aon Hewitt, to set the strategic asset allocation for the Fund. Operational control and day to day management of the assets passed to the Treasurer and the Treasury Advisory Panel (TAP). Oversight of this new arrangement occurs with members of the Management Board attending TAP meetings. Annually each investment manager presents to the TAP meeting where performance, developments and holdings are reviewed.

This year members of the Management Board attended an asset allocation debate where investment managers across different asset classes discuss where they think future asset growth will occur; this informed the Management Board in its review of investment strategy. For more detail on the Fund's investments see pages 13 – 18.

JTSF is a mature pension fund with contributions not being sufficient to cover the benefits and expenses. The Fund's cash flow is monitored to enable assets to be sold allowing the Fund's cash requirements to be met.

Developments in public sector pensions in Jersey

Following the reforms in public sector pensions in the UK, work has commenced on reviewing the Public Employees Contributory Retirement Scheme (PECRS).

In 2013 a Technical Working Group involving members of the PECRS Committee of Management including its Chairman, and Treasury Officers including the Treasurer of the States, published a report outlining options for further consideration on changes to PECRS. In developing its options the TWG was been mindful of developments in the UK public sector schemes. The Technical Working Group presented its report to the States Employment Board in early 2013 and the States of Jersey are considering the proposals during 2014. It is expected that changes to JTSF will be considered in the future.

ADMINISTRATION

The Dedicated Pensions Unit administers JTSF for 2,502 Fund members.

RUNNING THE FUND

The Fund is administered by the Dedicated Pensions Unit (DPU) on behalf of the Treasurer of the States of Jersey (the Administrator of the Fund).

The DPU provides this service to the Management Board under a formal Administration Agreement. The DPU reports to the Management Board quarterly on how it is performing.

The DPU is responsible for providing information to employers, employees and other interested parties. The DPU is reliant on information provided by the States of Jersey and the five Accepted Schools within the Fund for the administration of fund benefits.

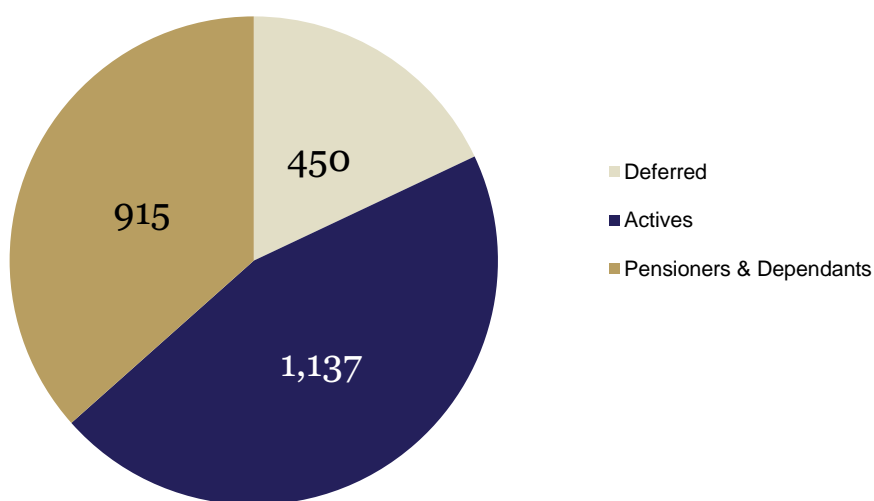
Fund members are increasingly aware of the value of their pension benefits. During the last year the DPU has worked to further improve fund member communications and the administration of the Fund. In June 2013, an industry standard pension system was implemented. The administration moved to the electronic scanning of all member documentation and commenced a record by record check of member service history. This data integrity check is important to ensure that benefit quotations are accurately produced from the new system.

The DPU has put in place a new organisational structure which is better suited to the operation of an industry standard pension administration service. The team is also making increased use of modern communication channels to provide information in a manner expected by fund members.

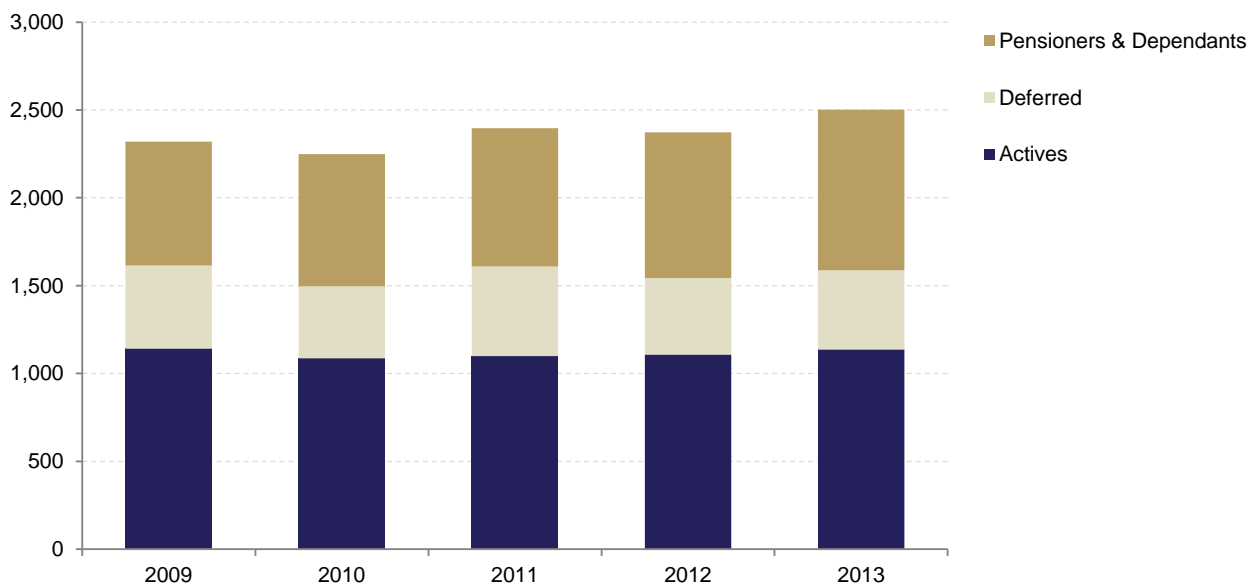
MEMBERSHIP

As at the end of December 2013 the Fund had 1,137 active members, 450 deferred beneficiaries and 915 pensioners and dependants.

TOTAL MEMBERSHIP = 2,502



FUND MEMBERSHIP NUMBERS OVER THE LAST 5 YEARS



QUERIES AND COMPLAINTS

The Management Board and DPU take queries and complaints seriously and make every effort to deal with members' concerns. The Fund's Complaints Procedure is on the States website and copies can be obtained from the DPU, Cyril le Marquand House, The Parade, St Helier, Jersey JE4 8UL.

PENSION INCREASES

JTSF pensions and deferred pensions are increased in line with Jersey Cost of Living Index provided that the Fund's financial position as advised by the Actuary can support such increases.

Pension increases for the last twelve years have been:

1st January	Jersey Cost of Living Index %	JTSF Pension Increase %
2003	4.9	4.9
2004	4.0	4.0
2005	5.3	5.3
2006	2.2	2.2
2007	3.7	3.7
2008	4.5	4.5
2009	3.3	3.3
2010	1.7	1.7
2011	2.3	2.3
2012	5.0	5.0
2013	2.1	2.1
2014	1.9	1.9

Pension increases are subject to the financial position of the Fund remaining satisfactory and thus not guaranteed.

COMMUNICATIONS

The Dedicated Pensions Unit is committed to providing all groups with as much information as possible concerning the operation of the Jersey Teachers' Superannuation Fund. We communicate with:

- Fund Members (actives, deferred and pensioners)
- Prospective Fund Members
- Representatives of Fund Members
- Employers



**Jersey Teachers' Superannuation Fund
Benefit Statement as at**

This statement provides an estimate (see note 1) of your main pension benefits and should be read in conjunction with the notes overleaf. For illustrative purposes, your benefits have been based on your current salary of:

Personal Details	
Surname	
Forenames	
Title	
Sex	
Date of Birth	
School	
Pension Regulation	
Accrual Rate	
Pensionable Earnings note 2	
Current Annual Salary and Allowances	
Current Best Pensionable Salary	
Current Working Hours	
Reasonable Service note 3	
Current Reasonable Service to	consisting of
Teaching Service	
Supply Teaching	
Transfer to	
Voluntary Contributions Purchased	
Other Service Enhancement	
Reasonable Service if you work to 60 years of age	
Deferred Pension Entitlement note 4	
Deferred Pension as at	
Deferred Lump Sum as at	
<small>Please note that this is not paid until you are 60 years of age on</small>	
Retirement Pension if you Work to 60 Years of Age note 5	
Pensionable Salary as at 60	
Retirement Pension as at 60	
Retirement Lump Sum as at 60	

ANNUAL NEWSLETTER

Active, deferred and pensioner members automatically receive an annual newsletter explaining the activities of the Fund and events during the year. Last year the DPU distributed the Newsletter via e-mail to those members for whom it has e-mail addresses.

ANNUAL BENEFIT STATEMENTS

Active and deferred members with two or more years of pensionable service receive a personal benefit statement on an annual basis which outlines the benefits accrued to date and the benefits that could be accrued by retirement date. The 2013 statements for active members were delayed until early 2014 due to the move to an industry standard administration system and the record checking that this required.

WEBSITE

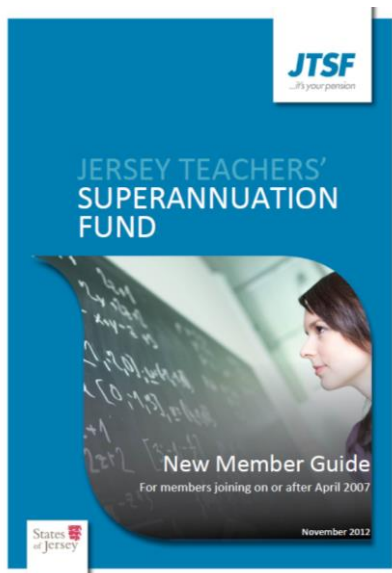
www.gov.je/teacherspension

During the year the DPU has continued to develop the JTSF website. Fund information in an electronic format is available to all Fund members and prospective employees. The DPU is committed to providing information electronically where possible so as to meet user expectations and minimise printing costs. There were over 600 hits on our new website last year. Over the year there was a gradual increase in the use of the website.



↑ 600 HITS

ON OUR WEBSITE IN 2013



FUND LITERATURE

The DPU produces member booklets that explain the provisions and benefits of the Fund. These are available to all Fund members and prospective Fund members on our website.

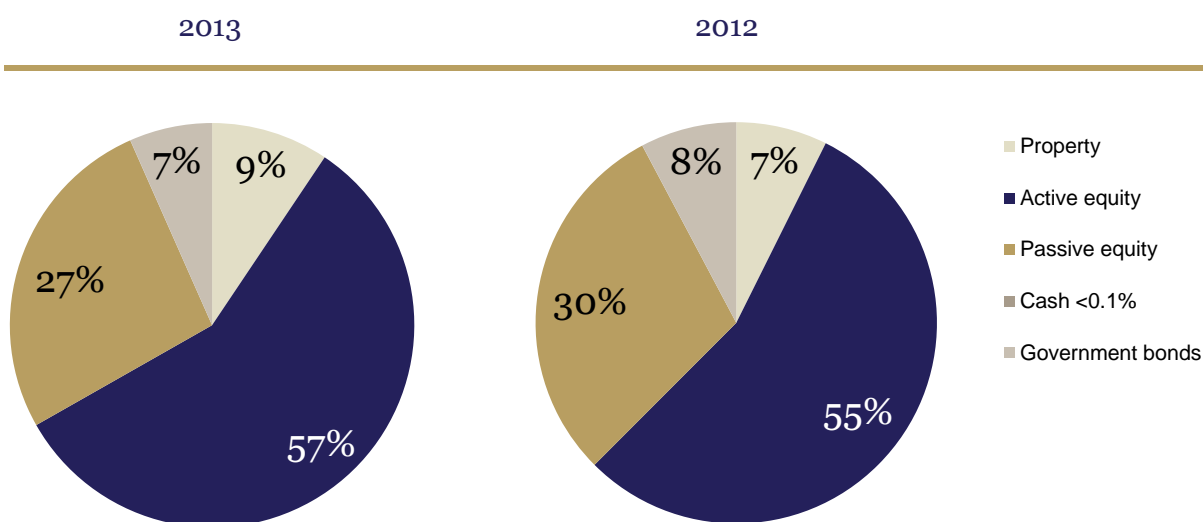
PENSIONS MEETINGS

The DPU has been providing one to one meetings on request for some time. At these meetings an experienced staff member will answer individual questions on membership of the Fund, but please note that financial advice cannot be given. If you would like a personal pension consultation please contact the DPU on 01534 440637 (E-mail: jtsf@gov.je)

INVESTMENTS

ASSETS UNDER MANAGEMENT

As at 31 December 2013 the Fund's assets under management, split between 5 investment managers, had a market value of £382.7 million (2012: £326.7 million). These were invested in the following asset categories as shown in the diagrams below. The Fund has been within its strategic ranges throughout the year.



INVESTING IN THE COMMON INVESTMENT FUND

The Fund transferred the overwhelming majority of its assets into the Common Investment Fund on 1 August 2013. The Common Investment Fund is a pooling arrangement established to allow various States of Jersey Funds to maximise their respective investment returns while effectively managing risk and minimising costs. The Common Investment Fund was established on 1 July 2010 and, prior to the Fund joining, managed over £1.8 billion in 11 separate investment pools with 15 different States of Jersey Reserves or Funds ("participants") investing in the Common Investment Fund.

Even though the assets are invested together they are recorded and reported separately for each participant by the custodian on a monthly basis. The Common Investment Fund's custodian prepares a monthly report that records the assets, gains or losses and income and expenses. This enables the change in asset value that is attributable to each participant to be calculated monthly by the custodian.

The decision-making responsibility for the strategic allocation of the assets has been retained by the Management Board in conjunction with the Minister for Treasury and Resources. They give direction to the

Treasurer of the States of Jersey on which asset classes the Fund will invest in. The Treasurer in conjunction with the Treasury Advisory Panel ("TAP") controls the operational management of the Common Investment Fund, appointing investment managers and managing the assets of the Fund.

The TAP consists of an independent chairman, the Treasurer of the States and the Assistant Minister for Treasury and Resources. The TAP meets quarterly to review investment performance and the appropriateness of the Treasury policy, participant investment strategies and Common Investment Fund strategies. Following the transfer of assets into the Common Investment Fund the Chairman and two members of the Management Board have attended the TAP meetings.

The benefits of the Fund investing in the Common Investment Fund are:-

- The relative size of the Fund limits the amount of possible diversification it could achieve on its own in terms of asset classes and investment managers available. In joining the Common Investment Fund the Fund is able to exploit the economies of scale available to all the Common Investment Fund's participants through the pooling arrangement.
- The size of the Common Investment Fund has enabled the States of Jersey to obtain the services of a number of high quality investment managers across a number of asset classes. These managers are reviewed regularly and the compliance with their investment guidelines is monitored on a monthly basis.
- The pooling arrangement has enabled services to be provided at a lower fee rate than would be available if the Fund invested separately due to the larger pool of assets. The pooling arrangement has enabled investment services to be provided and monitored at a lower cost than would apply if the Fund invested separately.

In summary, following the transfer of the assets the Management Board has retained the strategic control of the assets with the Treasurer and the TAP taking over the implementation of the investment strategy and day to day operational control. The transfer did not change the Fund's investment managers; it just changed the governance and ownership structure. For example previously the Fund held shares managed by Baillie Gifford, after the transfer the Fund held units in a Common Investment Fund pool that contained shares managed by Baillie Gifford.

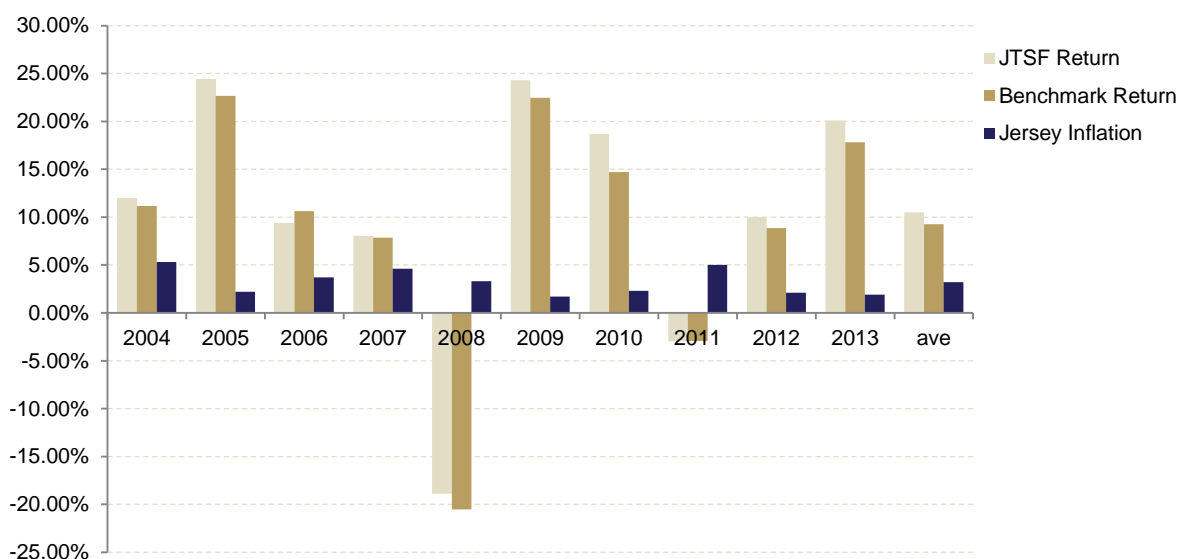
A full review of the investment strategy has commenced with the first step prior to the year end, being the sale of the Index Linked Gilts managed by Legal and General and the purchase early in the New Year of units in the Absolute Return Bond Pool within the Common Investment Fund.

The following table shows the managers responsible for individual portfolios and the value of the Funds they manage at 31 December 2013.

Fund Manager	% of Fund	Value of Fund (£m)	Portfolios held
Equity			
Baillie Gifford & Co	29.2%	111.8	Active Equity
Legal and General Asset Management	26.6%	101.7	Passive Equity
Schroder Investment Management	28.2%	107.8	Active Equity
Bond			
Legal and General Asset Management	6.6%	25.3	Index linked gilts >5 years
Property			
Threadneedle Asset Management	4.1%	15.6	Property
Blackrock	5.3%	20.4	Property
Cash			
Northern Trust	0.1%	0.1	
		382.7	

INVESTMENT PERFORMANCE

The Fund's assets are invested to generate returns to pay Fund benefits over the long term, so one year's investment return should not be looked at in isolation. The strong performance over the year is pleasing; however, this should be viewed in the longer term context. The following graph shows the overall fund investment returns compared with the benchmark for the 10 years 2004 to 2013. Over that whole period the fund's investments achieved a return of 10.5% per annum against a benchmark of 9.3% per annum. Jersey inflation over the same period was 3.2% per annum meaning that the Fund's investments have achieved a real rate of return above Jersey RPI of 7.3% per annum.



The Fund's investments rose in value by 20.1% in 2013 compared to the Fund benchmark which rose by 17.8%. This outperformance was pleasing, especially with markets also rising strongly. The Fund's two active equity managers both achieved returns in excess of the markets in which they invest. Markets over the year have risen with positive market sentiment and the outlook improving compared to the previous years. This increase in value of the assets led to the total investment management fees being greater when the assets were in the Common Investment Fund as the fees are calculated based on assets under management and, with the value increasing, the fees have increased even when charged at the lower rate.

The table below shows the value of assets under management in each of the individual portfolio managers and their individual benchmarks which relate to the indices of the assets in which they invest.

Fund Manager	Value of Fund (£m)	Performance	Performance 1 yr Benchmark	(under)/over performance
Equity				
Baillie Gifford & Co	111.8	27.7%	21.2%	5.5%
Legal and General Asset Management	101.7	20.3%	22.4%	(2.1%)
Schroder Investment Management	107.8	22.2%	21.2%	1.0%
Bond				
Legal and General Asset Management	25.3	0.6%	0.6%	0.0%
Property				
Threadneedle Asset Management	15.6	5.6%	9.2%	(3.6%)
Blackrock	20.4	5.5%	9.2%	(3.7%)
Cash				
Legal and General Asset Management	0.1	0.34%	n/a	n/a
382.7				

LONG-TERM INVESTMENT STRATEGY

The Management Board develops the long-term investment strategy with the advice of its investment consultant, Aon Hewitt.

The table below sets out current investment strategy in terms of long-run asset allocation

Asset Category	Current Benchmark %	Actual Assets %
Growth Investments	80	84.0
Equities	80	84.0
Bond-Like Investments	20	16.0
Property	10	9.4
Bonds	10	6.6
Total	100	100

EQUITIES

The Fund's equity holdings remain split between Baillie Gifford and Schroders with active global equity mandates and Legal and General. Prior to joining the Common Investment Fund the Fund invested in seven Legal and General managed passive equity pools that together tracked the FTSE All World index. After joining the Common Investment Fund the Fund continued to track the FTSE All World Index but by investing in the Common Investment Fund passive pool and two Legal and General passive equity pools.

Improving economic data, continued low interest rates and quantitative easing have led to equity markets rising strongly during the year with global markets climbing by over 20%. Worries over the financial stability of Europe, the US Government spending reductions and Moody's downgrade of the UK's government bond rating have caused some volatility but the market performed strongly overall. Emerging markets have had a difficult year. The prospect of quantitative easing in the US ending has resulted in significant capital outflows in these markets and much weaker currencies.

BONDS

Throughout the year the Fund held £25 million in Legal & General's Index Linked Gilts passive bond pool. The returns from this pool have been muted and the asset class remains relatively expensive by historic standards. Following the year end the holding in index linked gilts was transferred to an absolute return bond mandate managed by PIMCO and Insight Investment. It is hoped that these managers will provide more downside protection when interest rates start to rise.

PROPERTY

The Fund remains invested in two UK Property Funds managed by Blackrock and Threadneedle. To ensure the Fund remains within its strategic asset allocation an additional £5.5 million was invested with each manager, the units being purchased on the secondary market.

During the year the property market saw an improvement in returns compared to previous years. Rising capital values and rental yields have been apparent throughout the year. The demand for this asset class has increased with competitive bidding being seen as more investors move into this space.

CONCLUSION

Over the last year the Fund's investments have performed strongly, delivering a return of 20.1% and exceeding the fund specific benchmark by 2.3%. In August, the Funds' investments were moved to be managed within the Common Investment Fund with the Management Board retaining responsibility for the strategic asset allocation of the Fund. The last year has also seen the DPU introduce an industry standard pension administration system for the administration of fund member benefits.

The increasing sophistication of information technology available to the Treasury has enabled this annual report to be produced in this format and for it to be distributed via electronic communication channels to a wider audience at no increased cost.

The Fund relies greatly on the hard work of officers, consultants, actuaries, advisers and investment managers to ensure that the high standards expected for the management of the Fund are maintained. This will be my last full year as Chairman of the Management Board, a role I have undertaken for the last 7 years. It has been a pleasure to Chair the Management Board and I would like to thank all those involved in the Fund over the years of my chairmanship for the support that they have provided. I am confident that I am leaving the Fund in a strong position with improved governance arrangements in place, member benefits administered on an industry standard pension system and investments being managed within the Common Investment Fund.



Ron Amy OBE BSc FFA
Chairman of the Management Board
17 June 2014

ACCOUNTS

Fund Account for the year ended 31 December 2013

	Note	2013 £'000	2013 £'000	2012 £'000
Contributions and Benefits				
Contributions	4		11,702	11,442
Transfer In			642	183
			12,344	11,625
Benefits				
Benefits	5		18,036	16,339
Payments to and on Account of Leavers	6		111	379
Members Administrative Expenses	7		639	731
			18,786	17,449
Net withdrawals from dealings with members			(6,442)	(5,824)
Returns on Investments				
Investment Income	8		4,398	4,663
Investment Administrative Expenses	9		(251)	(273)
* CIF expenses included in the calculation of the NAV	10	(680)		
* Change in Market Value of Investments (CIF)		7,105		
* Change in Market Value of Investments (non CIF)		56,077		
Change in Market Value of Investments	11		62,502	26,682
Gain on Currency and Foreign Exchange			36	118
Investment Management Expenses			(789)	(1,221)
Net Returns on Investments			65,896	29,969
Net increase in the Fund at year end			59,454	24,145
Net Assets of the Fund at 1 January			326,742	302,597
Net Assets of the Fund at 31 December			386,196	326,742

All results were derived from continuing operations.

*Additional disclosure provided to assist the users of the accounts in their understanding of underlying costs and market movements.

NET ASSET STATEMENT

as at 31 December 2013

	Note	2013 £'000	2012 £'000
Investments			
Equities	12	666	90,794
Managed & Unitised Equity Funds	13	-	185,166
Managed & Unitised Fixed Income	14	-	25,265
Managed Property Funds		-	23,437
Units in the Common Investment Fund	13	382,047	-
	11	382,713	324,662
Cash with Custodian for Investment		44	1,257
		382,757	325,919
Current Assets	15	5,053	1,760
Current Liabilities	16	(1,614)	(937)
Net Assets of the Fund at year end		386,196	326,742

The Financial Statements summarise the transactions of the Fund and deal with the Net Assets at the Disposal of the Management Board. They do not take into account obligations to pay pensions and benefits which fall due after the end of the Fund year. The actuarial position of the Fund, which does take account of such obligations, is dealt with in the statement by the actuary on pages 31 to 32 of the Annual Report and these Financial Statements and Notes should be read in conjunction with it.

In accordance with Regulations 22 of the Teachers' Superannuation (Administration) (Jersey) Order 2007 the Financial Statements have been prepared by the Treasurer of the States of Jersey and have been audited.



Laura Rowley MBA CPFA
Treasurer of the States

These accounts were received and approved by the Management Board on 17 June 2014.



Ron Amy OBE BSc FFA
Chairman of the Management Board

NOTES TO THE ACCOUNTS

for the year ended 31 December 2013

1. CONSTITUTION

The Jersey Teachers Superannuation Fund (the "Fund") is an independent retirement Fund, governed by Regulations made under the Teacher's Superannuation (Jersey) Law, 1979, as amended.

2. BASIS OF PREPARATION

The financial statements have been prepared in accordance with United Kingdom Generally Accepted Accounting Practice. The Fund has adopted the Statement of Recommended Practice, 'Financial Reports of Pension Funds (revised May 2007)' (the "SORP") and these Financial Statements have been prepared in accordance with the SORP.

3. ACCOUNTING POLICIES

a) Investment income

Income from fixed interest securities and bank interest is accounted for on an accruals basis. Dividend income from other quoted securities is recognised when the securities are quoted ex-dividend. Since moving into the Common Investment Fund all income from units in the pools is included in the change in the net assets value of the fund.

b) Benefits

Benefits are recognised as they become due and payable.

c) Contributions

Employer and employee contributions are recorded when the employee contributions are deducted from payroll. Both are based on a percentage of salary for the period to which they relate. Additional contributions (e.g. payments to augment pensionable service by the purchase of additional years either by the employer or, through the additional voluntary contribution facility, by the employee) are recorded when they are deducted from payroll.

d) Transfers

Transfer payments received or made during the year in respect of members joining or leaving the Fund are included in the accounts on a receipt basis.

e) Management, performance fees and other expenses

The appointed investment managers are entitled to a fee based upon a percentage of the net assets under management. The percentage varies from 0.04% to 1.00% based on the complexity of the asset class under management.

The investment consultant receives a flat fee for services rendered.

All fees and expenses are accounted for on an accruals basis.

Since moving in to the Common Investment Fund all expenses are included in the change in net asset value of the units, a breakdown of these expenses is included in note 10.

f) Valuation of investments

Market values of listed investments held at the year end are taken at bid-prices or last trade prices depending on the convention of the Stock Exchange on which these are quoted. Foreign currency prices are expressed in sterling at the closing exchange rates on the last business day in the Fund's financial year.

The valuation of the investment units held in the pooled funds is based on the closing bid prices of the units as confirmed by valuations received from the investment manager. These valuations are based on the bid prices of the underlying investments held by the investment manager for the pooled fund.

Transaction costs, being incremental costs that are directly attributable to the acquisition or disposal of an investment, are added to purchase costs and netted against sale proceeds as appropriate.

The value of Common Investment Fund units is calculated based on the bid price of the investments in the pool and incorporating any costs associated in the running and management of the pool. Under the SORP there is a requirement that details of the Common Investment Fund's portfolio and income is provided, this is included in the appendix to these accounts.

g) Taxation

The Fund is exempt from Jersey income tax by virtue of Article 131 of the Income Tax (Jersey) Law 1961. Thus it is exempt from income tax in respect of income derived from the investments and deposits of the Fund, ordinary annual contributions made by the Fund members and gains made from investments held. The Fund is liable for tax on stock lending.

h) Foreign currency translation

Assets and liabilities denominated in foreign currencies are translated at the rate ruling at the balance sheet date. Transactions denominated in currencies other than sterling are translated at the date of the transaction. Exchange gains and losses on investments and gains and losses arising on foreign exchange contracts are shown in the Fund Account.

i) Cash

Broker cash is held at Northern Trust and is available on demand. A cash account is also held at HSBC Jersey.

j) Actuarial valuation

The Financial Statements summarise the transactions of the Fund and deal with the net assets at the disposal of the Management Board. They do not take into account the obligations to pay pensions and benefits which fall due at year end. The actuarial position, which does take into account such obligations are disclosed in the Actuarial Statement on pages 31 to 32 of the Annual Report and these accounts should be read in conjunction with this statement.

4. CONTRIBUTIONS

	2013 £'000	2012 £'000
States employees		
Employers		
Normal	7,256	7,085
Additional		
Purchase of added years	21	-
	7,277	7,085
Members		
Normal	2,545	2,499
Additional voluntary contributions	5	9
	2,550	2,508
Accepted Schools		
Employers		
Normal	1,381	1,363
Members		
Normal	494	486
	1,875	1,849
	11,702	11,442

5. BENEFITS PAYABLE

	2013 £'000	2012 £'000
Pensions	14,520	13,445
Commutations and lump sum retirement benefits	3,516	2,894
	18,036	16,339

6. PAYMENTS TO AND ON ACCOUNT OF LEAVERS

	2013 £'000	2012 £'000
Refunds to members leaving service	22	7
Individual transfers to other Schemes	89	372
	111	379

7. BENEFITS ADMINISTRATIVE EXPENSES

	2013 £'000	2012 £'000
Salaries and office costs	354	255
Actuarial fees	72	46
Audit fees	23	34
Legal fees	88	113
Chairman and secretary fees	60	62
Other professional fees	-	12
Pension systems	42	200
Other expenses	-	9
	639	731

8. INVESTMENT INCOME

	2013 £'000	2012 £'000
Dividends from equities	1,087	2,327
Income from managed or unitised property funds	3,211	2,351
Security lending	174	205
Other income	6	8
	4,478	4,891
Less tax on security lending	(25)	(117)
Less irrecoverable withholding tax	(55)	(111)
Total investment income	4,398	4,663

Tax has been charged on the total net income received from stock lending. From 2009 to 31 December 2013 the Fund received net income of £584,000 and the tax has been levied at 20%. In 2013 the Fund received net income of £122,963 and tax has been levied at 20%.

9. INVESTMENT ADMINISTRATIVE EXPENSES – NON COMMON INVESTMENT FUND

	2013 £'000	2012 £'000
Custodian expenses	40	60
Investment advisory expenses	124	147
Security lending fees	52	61
Other investment expenses	35	5
	251	273

10. COMMON INVESTMENT FUND EXPENSES

	2013 £'000	2012 £'000
Custodian expenses	29	-
Investment advisory expenses	12	-
Investment management expenses	596	-
Security lending fees	3	-
Other investment expenses	40	-
	680	-

These fees are included when calculating the change in Net Asset Value of the Common Investment Fund unit. They are provided for information purposes only as explained on page 13.

11. INVESTMENT ASSETS

	Note	Value at 1.1.13 £'000	Purchases at cost £'000	Transfers To CIF £'000	Sales proceeds £'000	Change in Market Value £'000	Value at 31.12.13 £'000
Equities	12	90,794	12,158	(110,538)	(12,969)	21,221	666
Managed & unitised equity	13	185,166	2,486	(206,858)	(14,944)	34,150	-
Managed & unitised fixed inc	14	25,265	-	(25,541)	-	276	-
Managed property funds		23,437	11,298	(35,032)	(132)	429	-
CIF Units		-	381,281		(5,660)	6,426	382,047
		324,662	407,223	(377,969)	(33,705)	62,502	382,713

Indirect costs including the bid offer spread costs have been added to the purchase cost or deducted from sale proceeds as appropriate.

Transaction costs incurred on the purchase and sale of investments in the year were £20,334 of which £16,922 was in respect of Brokers Commission and £3,412 in respect of Registration Fees, Stamp Duties, Security Exchange Fees, and Levies from Regulatory Agencies and Commission to Advisors.

Managed and unitised fixed income and managed property funds income are wholly UK quoted investments.

12. EQUITIES

	2013 £'000	2012 £'000
United Kingdom quoted	-	10,198
Overseas quoted	666	80,596
	666	90,794

13. MANAGED AND UNITISED EQUITY FUNDS

	2013 £'000	2012 £'000
United Kingdom quoted	-	185,166
	-	185,166

The Managed and Unitised Funds are resident in the United Kingdom with their underlying investments located in other jurisdictions, the SORP requires these Funds to be classified where the Funds are resident. To enable the users of the accounts to gain an understanding of the substance of the investments the location of the underlying assets in the Funds are detailed below.

	2013 £'000	2012 £'000
United Kingdom quoted	-	96,512
Overseas quoted	-	88,654
	-	185,166

COMMON INVESTMENT FUND POOLS

	2013 £'000	2012 £'000
Schroders	107,875	-
Baillie Gifford	111,151	-
Legal & General Global Equity	92,436	-
Legal & General Emerging Market	9,297	-
Legal & General Index Linked Gilts	25,341	-
RLAM Long Term Cash Pool	61	-
Threadneedle & Blackrock Property	35,886	-
	382,047	-

The above figures show the asset split of the pooled funds held within the Common Investment Fund and is for information purposes only.

14. MANAGED AND UNITISED FIXED INCOME

	2013 £'000	2012 £'000
United Kingdom quoted	-	25,265
	-	25,265

These assets are invested on the Indexed Linked Gilts Common Investment Fund Pool.

15. CURRENT ASSETS

	2013 £'000	2012 £'000
Contributions due	961	924
Accrued Income	3	335
Unsettled sales transactions	52	-
Cash balances	4,037	501
	5,053	1,760

16. CURRENT LIABILITIES

	2013 £'000	2012 £'000
Creditors	260	521
Advances from States of Jersey	1,354	416
	1,614	937

The Financial Statements do not include the liabilities to pay future pensions and other benefits in the future; in the opinion of the Management Board the Fund has no material contingent liabilities.

17. RELATED PARTY TRANSACTIONS

The Treasury & Resources, a department of the States of Jersey, provides creditor payment, payroll, cash management and financial ledger services for the Fund. At the year end, a sum of £1,354,579 (2012: £416,451) was owed to the States of Jersey in respect of transactions with the Treasury and Resources Department. During the year an amount of £346,829 (2012: £255,290) was paid to the States of Jersey in respect of the services provided.

18. STOCK LENDING

On 2nd February 2009, the Management Board entered into a securities lending agreement with its custodian, Northern Trust. Prior to the Fund entering into the Common Investment Fund, the agreement resulted in net income to the Fund in the seven months to 31st July of £122,962 (2012: £143,384) and following entering the Common Investment Fund on 1st August to 31st December £9,054.

19. POST BALANCE SHEET DATE EVENTS

There are no post balance sheet events that need to be disclosed in the Financial Statements.

INDEPENDENT AUDITOR'S REPORT

We have audited the Financial Statements of Jersey Teachers' Superannuation Fund for the year ended 31 December 2013 which comprise the Fund Account, Net Asset Statement and the related Notes 1 to 19. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Management Board, as a body, in accordance with Teachers' Superannuation (Administration) (Jersey) Order 2007. Our audit work has been undertaken so that we might state to the Management Board those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Fund and the Management Board as a body, for our audit work, for this report, or for the opinion we have formed.

Respective responsibilities of Management Board, Treasurer of States and auditor

As explained more fully in the Statement of Management Board and the Treasurer of States' Responsibilities, the Treasurer of the States is responsible for the preparation of the Financial Statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the Financial Statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the Financial Statements:

- show a true and fair view of the financial transactions of the Fund during the year ended 31 December 2013 and of the amount and disposition at that date of its assets and liabilities, other than the liabilities to pay pensions and benefits after the end of the year;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been properly prepared in accordance with the Teachers' Superannuation (Administration) (Jersey) Order 2007.



Deloitte LLP
Chartered Accountants
Jersey, Channel Islands
17 June 2014

STATEMENT OF RESPONSIBILITIES

Responsibilities in respect of the Accounts of the Jersey Teachers' Superannuation Fund.

The Jersey Teachers' Superannuation Fund requires the Treasurer of the States in her capacity as Administrator, to prepare annual accounts of the Fund in accordance with Article 22 of the Teachers' Superannuation (Administration) (Jersey) Order 2007 and have them professionally audited.

The Treasurer of the States is therefore responsible for:

- selecting suitable accounting policies and applying them consistently
- making judgements and estimates that are reasonable and prudent
- stating within the accounts whether they are prepared in accordance with the Statement of Recommended Practice, 'Financial Reports of Pension Schemes (revised May 2007)', or, if they are not, to indicate any material departures and;
- preparing the accounts in accordance with the provisions of the Regulations.

The Treasurer of the States is responsible for keeping proper accounting records, in accordance with the Regulations including the maintenance of an appropriate system of internal controls. The Management Board and the Treasurer of the States are also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT OF INDEPENDENT FUND ACTUARY

RESULTS

The Actuary carried out a valuation of the Fund as at 31 December 2010. The report on the valuation was signed on 10 January 2013.

In respect of future accrual, the employers' standard contribution rate was determined using a real rate of return of 3½% a year (in excess of prices as indicated by the Jersey Cost of Living Index). The liabilities (including pension increases) in respect of existing members were valued by discounting projected future outgoings at the same real rate of return.

The following table summarises the valuation result in respect of the past and future service of existing members, allowing for future contributions at the standard contribution rate.

Value of		£ million
Liabilities (past and future service)		506
Future contributions	94	
Investments (at market value)	320	
Pension Increase debt	92	
Total assets		506
Surplus/(Deficiency)		0

There is no surplus or deficiency in the Fund as at 31 December 2010. The assets include a debt owed to the Fund by the States of £92 million as at 31 December 2010. This is in respect of future pension increases applied to pensions accrued before 1 April 2007. The arrangements for repaying the debt have still to be agreed formally by the States.

The following table summarises the recommended employers' contribution rate for the period commencing 1 January 2011;

Rate	£ million
Standard employers' contribution rate	11.9
Expenses	0.9
Surplus or deficit	0.0
The Pension Increase debt	*
Recommended employers' rate	12.8*

*As noted above, the arrangements for repaying the debt have yet to be agreed by the States and the contributions needed to repay the debt would be additional to those listed here.

Employers are currently continuing to contribute at the rate of 16.4% based on the results of the previous valuation as at 31 December 2006 until agreement is reached on repaying the debt.

In addition, member contributions of 6% (existing members) and 5% (new members) are payable.

FUNDING LEVEL

The report includes an indication of the current funding level as at 31 December 2010, determined by comparing the Fund assets to the past service liabilities. This funding level is on an "on-going basis". In other words it is assumed that the Fund will continue in operation, members will continue to accrue salary linked benefits, and employers and members will continue to pay contributions.

The value of the Fund assets as at the date of the 2010 valuation was £412 million, including the Pension increase debt of £92 million. The value of the past service liabilities as at the date of the 2010 valuation was £395 million, which leads to a current funding level of 104%.

SOLVENCY

The report also includes an indication of the accrued solvency level of the Fund, had it discontinued on the valuation date with cessation of benefit accrual and salary linkage. The assessment is based on actuarial assumptions closer to those that might prevail if the liabilities (including pension increases) were to be secured with an insurance company. For this purpose the liabilities in respect of active members are based on pensionable salaries at the valuation date.

The accrued solvency level as at 31 December 2010 was estimated to be about 60% (assuming the Pension Increase debt was paid on the valuation date). This is different to the on-going funding level of 104% because the solvency calculation is done on the basis that there is no further accrual of benefits or payment of contributions, and that all the benefits are secured with an insurance company. Securing benefits with an insurance company is expected to be more expensive than providing them from the Fund.

If priority were given to the pensioner members, then, on wind-up as at 31 December 2010, the Actuary estimated that the Fund would have been sufficient to cover the cost of all the pensioner liabilities together with about 35% of the active and deferred liabilities (with all liabilities including pension increases).

This estimate of solvency does not necessarily represent the extent to which the liabilities could have been secured with an insurance company if the Fund had wound up as at the valuation date. Buy-out terms vary with market conditions and it would only be possible to ascertain the actual terms by completing a buy-out with an appropriate insurance company.

NEXT ACTUARIAL VALUATION

The effective date of the next actuarial valuation of the Fund is scheduled to be 31 December 2013.



Ken Kneller
Fellow of the Institute and Faculty of Actuaries
Government Actuary's Department
26 February 2014

GLOSSARY

Active management: A strategy where the manager makes specific investments with the goal of outperforming an investment benchmark index.

Actuary: An independent consultant who advises the Fund and every three years formally reviews the assets and liabilities of the Fund and produces a report on the Fund's financial position.

Accepted Schools: Schools whose staff can become members of the Pension Fund by virtue of an agreement made between the Fund and the relevant school.

Benchmark: A yardstick against which the investment performance of a fund manager can be compared, usually the index relating to the particular assets held.

Corporate Bonds: Investment in certificates of debt issued by a company. These certificates represent loans which are repayable at a future date with interest.

Deferred Pension: The inflation linked retirement benefits payable from normal retirement age to a member of the Fund who has ceased to contribute as a result of leaving employment.

Equities: Ordinary shares in UK and overseas companies traded on a stock exchange. Shareholders have an interest in the profits of the company and are entitled to vote at Shareholders' meetings.

Fixed Interest Securities: Investments, mainly government but also company stocks, which guarantee a fixed rate of interest. The securities represent loans which are repayable at a future date but which can be traded on a recognised stock exchange before the repayment date.

JTSF: Jersey Teachers' Superannuation Fund.

Market Value: The price at which an investment can be bought or sold at a given date.

Managed and Unitised Funds: A pooled Fund in which investors can buy and sell units. The pooled Fund then purchases investments and the returns are passed on to the unit holders. This enables a broader spread of investments than investors could achieve individually.

Passive Management: A strategy where the manager aims to track a specific index.

PECRS: Public Employees Contributory Retirement Scheme.

Pension Increase Debt: The debt created by changes to the Fund implemented in 2007 which moved responsibility for the payment of pension increases from the States of Jersey to the JTSF. This debt is to be repaid by the States of Jersey to the Fund over a period to be agreed.

Return: The total gain from holding an investment over a given period, including income and increase (decrease) in market value.

Transfer Value: These are sums which represent the capital value of past pension rights which a member may transfer on changing pension Funds.

CONTACTS AND FURTHER INFORMATION

If you can read this document but know someone who can't please contact the DPU so we can provide this information in a more suitable format.

All published documents are available from the DPU.

Call us on (01534) 440637

Alternatively, you may wish to email us at jtsf@gov.je

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Dedicated Pensions Unit
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St Helier
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Channel Islands
JE4 8UL

Opening times: we are open Monday to Friday from 9am to 5pm

EXTRACT FROM STATES OF JERSEY ACCOUNTS

The Statement of Recommended Practice, 'Financial Reports of Pension Funds (revised May 2007)' requires that an extract of the CIF accounts are included in the annual report for Funds that invest in Common Investment Funds. The CIF does not prepare stand alone accounts so the disclosure that is included in the State of Jersey Annual Report have been included in this appendix.

9.34 SOJ Common Investment Fund

a) Explanation of the CIF

The States of Jersey – Common Investment Fund (the "CIF") was established in 2010 by proposition P.35/2010, lodged by the Minister for Treasury and Resources. The purpose of the proposition was to amend several existing regulations to enable the pooling of States Funds' assets for Investment Purposes and was approved by the States of Jersey on 12 May 2010.

The purpose of the CIF is to create an administrative arrangement which is open only to States Funds including Separately Constituted Funds, Special Funds and Trust and Bequest Funds to provide them with the opportunity to pool their resources and benefit from greater investment opportunities and economies of scale.

The CIF pools together the assets from a number of Funds and collectively invests the underlying assets, enabling them to invest in accordance with their own agreed asset allocations as published in their strategies. The Minister for Treasury and Resources presented his latest investment strategy on 11 November 2013. Investing through a single investment vehicle allows economies of scale to be exploited increasing the potential return of the investments held and diversity of asset classes.

The CIF became operational on 1 July 2010 and as at 31 December 2013 contained 14 active pools that hold a range of asset classes (including equity, bonds, gilts, cash and property).

The following are participants in the CIF that are not part of the States of Jersey Accounting Boundary:

- Le Don De Faye
- Rivington Travelling Scholarship Fund
- Greville Bathe Fund
- Ann Alice Rayner Fund
- A H Ferguson Bequest
- Estate of E J Bailhache
- Jersey Teachers Superannuation Fund

CIF - Income and Expenditure by Pool

		2012			2013			Amount applicable to JTFS £'000	JTFS Proportion %
		Net Income	Investment Income	Change in Fair Value	Operating Expenditure	Net Income			
		£'000	£'000	£'000	£'000	£'000			
Index Linked Bonds Pool	1	(13)	144	(260)	(15)	(131)	(205)	157%	
Short Term Government Bonds Pool		1,201	7,622	(7,879)	(114)	(371)			
Long Term Government Bonds Pool		-				-			
Short Term Corporate Bonds Pool		5,163	1,678	(72)	(71)	1,535			
Long Term Corporate Bonds Pool		10,683	1,896	1,516	(79)	3,333			
Long Term Cash & Cash Equivalents Pool	2	4,067	2,391	(153)	(205)	2,033	2	0%	
UK Equities II Pool		29,749	7,896	55,644	(3,376)	60,164			
Global Equities I Pool		43,895	6,440	89,176	(3,274)	92,342			
Global Equities II Pool		33,733	5,799	51,439	(2,127)	55,111			
Passive Global Equities Pool	3	4,062	5,948	41,776	(1,614)	46,110	4,889	11%	
Pooled Global Equity Pool	4	-	-	5,708	(342)	5,366	1,855	35%	
Pooled Property Pool	5	-	393	734	(143)	984	984	100%	
Pooled Emerging Market Equity Pool	6	-	-	(3,954)	(64)	(4,018)	(4,018)	100%	
Global Equities III Pool	7	-	637	3,169	(218)	3,588	2,919	81%	
Absolute Return Bond Pool		-	191	(1,851)	(757)	(2,417)			
UK Corporate Bond Pool		-	1,043	(2,306)	(214)	(1,477)			
Pooled Property II Pool		-	22	(1,226)	(51)	(1,255)			
CIF Total		132,540	42,100	231,461	(12,664)	260,897	6,426		
Less: amount attributable to Participants outside the Group boundary		1,952	2,099	8,903	(1,095)	9,907			
Total - SOJ Accounts		130,588	40,001	222,558	(11,569)	250,990			

Name of Pool in States of Jersey Accounts		Name of Pool in States of Jersey Accounts
Index Linked Bonds Pool	1	Legal & General Index Linked Gilts
Long Term Cash & Cash Equivalents Pool	2	RLAM Long Term Cash Pool
Passive Global Equities Pool	3	Legal & General Global Equity
Pooled Global Equity Pool	4	Schroders
Pooled Property Pool	5	Threadneedle & Blackrock Property
Pooled Emerging Market Equity Pool	6	Legal & General Emerging Market
Global Equities III Pool	7	Baillie Gifford

CIF - Changes in Market Value of Investments by Pool

	Market Value 01/01/13	Transfers	Purchases	Sales	Unrealised Gains/ (Losses)	Market Value 31/12/13	JTSF proportion of Market value at 31 /12 /13
	£'000	£'000	£'000	£'000	£'000	£'000	%
Index Linked Bonds Pool	4,053	-	26,597	(26,879)	(934)	2,837	0%
Short Term Government Bonds Pool	205,959	-	108,552	(116,962)	(12)	197,537	-
Long Term Government Bonds Pool	-	-	-	-	-	-	-
Short Term Corporate Bonds Pool	70,372	-	10,955	(81,080)	(246)	1	-
Long Term Corporate Bonds Pool	79,318	-	9,094	(82,689)	(5,723)	-	-
Long Term Cash & Cash Equivalents Pool	240,807	-	324,509	(417,743)	(531)	147,042	0%
UK Equities II Pool	206,804	-	119,691	(102,363)	27,051	251,183	-
Global Equities I Pool	258,897	-	80,238	(74,712)	66,896	331,319	-
Global Equities II Pool	252,928	-	20,221	(13,633)	48,288	307,804	-
Passive Global Equities Pool	181,259	-	181,074	(90,354)	39,833	311,812	29%
Pooled Global Equity Pool	-	-	190,094	(538)	5,708	195,264	55%
Pooled Property Pool	-	-	35,148	(140)	734	35,742	100%
Pooled Emerging Market Equity Pool	-	-	100,838	(64,413)	(27,146)	9,279	100%
Global Equities III Pool	-	-	159,282	(5,405)	(253)	153,624	71%
Absolute Return Bond Pool	-	-	330,701	(119,303)	(5,964)	205,434	-
UK Corporate Bond Pool	-	-	112,389	(156)	(2,306)	109,927	-
Pooled Property II Pool	-	-	39,190	(41)	(1,226)	37,923	-
CIF Total	1,500,397	-	1,848,573	(1,196,411)	144,169	2,296,728	
Less: amount attributable to Participants outside the Group boundary	18,304		466,707	(91,861)	(19,597)	373,553	
Total - SOJ Accounts	1,482,093	-	1,381,866	(1,104,550)	163,766	1,923,175	

