

Local Authority Pension Performance Initial Indicators to December 2017

Latest Quarter

The long anticipated base rate rise materialised in November. The US saw a further rate rise, whilst in Europe the tapering off of quantitative easing was announced.

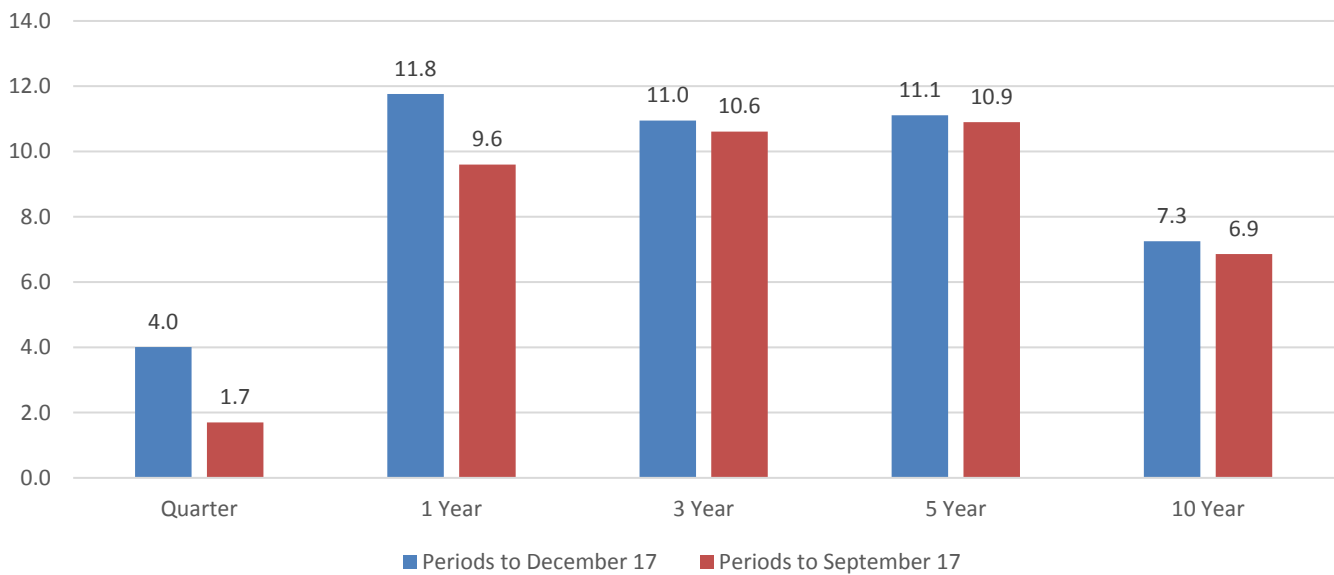
Equity markets continued to perform strongly driven by better than expected growth across developed markets, including the UK. Over the last twelve months all major markets have delivered double digit returns.

Bond returns improved over the quarter with government bonds broadly flat for the year with corporates returning a little more.

Most LGPS funds will have produced a positive return for the quarter with the average fund returning around 4%. Those funds with a higher equity exposure are likely to have performed best.

Over the year, fund performance is strong averaging almost 12%. As in the latest quarter, funds with a higher equity content are likely to have fared better as equity risk continues to be rewarded.

LOCAL AUTHORITY PENSION FUND RETURNS OVER TIME



The returns for the latest period are based on the asset allocation of the PIRC Local Authority Universe with index returns applied. The Universe is currently comprised of 60 funds with a value of £162bn.

PIRC Limited is regulated by the Financial Conduct Authority.

For further details or for information about subscribing to this service please contact:

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