



# Balanced Manager of Managers Pension Fund

Quarterly Report 1 October to 31 December 2009

## Fund Profile

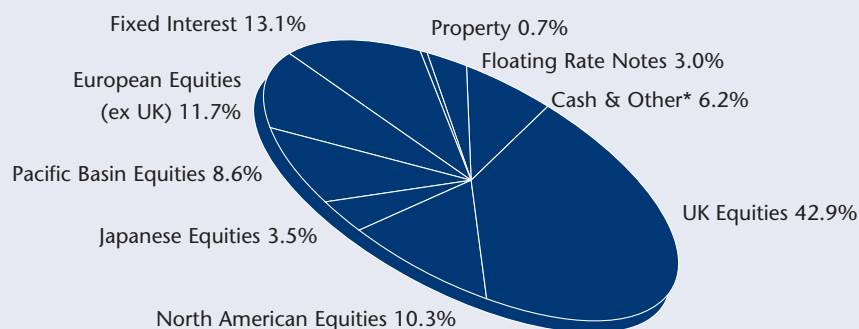
The fund aims to provide long term growth by investing in a diversified portfolio of assets and a range of investment managers. These investment managers are selected for their investment expertise in particular markets across the world and are monitored on an ongoing basis. The fund's assets can include equities, fixed interest and property from both the UK and overseas. The selection and ongoing monitoring of investment managers is currently undertaken by Wilshire Associates\* and is based on extensive research with the aim of blending managers with different investment styles. The value of investments within the fund can fall as well as rise and is not guaranteed – you may get back less than you pay in.

The fund may use derivatives for the purposes of efficient portfolio management, reduction of risk or to meet its investment objective if this is permitted and appropriate. The Sterling value of overseas assets held in these funds may rise and fall as a result of exchange rate fluctuations.

\*Please note that Wilshire Associates does not select fund managers for any property exposure. The property exposure is currently managed by Standard Life Investments.

## Composition of the Portfolio

as at 31 December 2009



\*"Cash and Other" for example, may include bank and building society deposits, other money market instruments such as Certificates of Deposits (CDs), Floating Rate Notes (FRNs) including Asset Backed Securities (ABSs) and allowances for tax, dividends and interest due if appropriate.

### UK Equity

Largest Five Holdings	%
BP	6.1
Royal Dutch Shell	5.4
Vodafone Group	5.0
GlaxoSmithKline	4.6
HSBC	4.4

### European Equity

Largest Five Holdings	%
Nestle	4.6
Novartis	3.8
Total	3.5
E.On	2.9
Roche Holdings	2.8

### North American Equity

Largest Five Holdings	%
Apple Computer	3.4
Google	3.3
Qualcomm	2.6
Allergan	2.5
Mastercard	2.5

### Japanese Equity

Largest Five Holdings	%
Toyota Motor	4.7
Mitsubishi UFJ Financial	3.8
Mitsubishi	3.5
Mitsui & Co	3.1
Canon	2.8

### Pacific Basin Equity

Largest Five Holdings	%
BHP Billiton	4.7
Westpac Banking	3.4
Australia & New Zealand Bank	2.9
Samsung Electronics	2.9
Commonwealth Bank of Australia	2.8

### UK Bond

Largest Five Holdings	%
UK (Govt of) 5% 2014	5.7
UK (Govt of) 4.75% 2038	4.3
UK (Govt of) 4% 2022	3.3
UK (Govt of) 4.25% 2032	2.9
UK (Govt of) 4.75% 2010	2.8

The above figures represent the largest 5 holdings and percentages within the underlying funds.

**Launch Date** 15 March 2004

**Mstar Sector** Balanced Managed

**Lead Portfolio Manager** Wilshire Associates

### Sub-portfolio Managers

**UK Equity** Alliance Bernstein  
Newton  
Baillie Gifford  
McKinley

**European Equity** Acadian  
Gartmore  
UBS

**North American Equity** Acadian  
Delaware  
Systematic  
Victory

**Japanese Equity** New Star  
Daiwa

**Pacific Basin Equity** Threadneedle  
Principal Global Investors

**UK Bond** Baillie Gifford  
Royal London

**Fund Size** £83.8m

## Fund Performance

1 Jan 09 - 1 Jan 10	1 Jan 08- 1 Jan 09	1 Jan 07 - 1 Jan 08	1 Jan 06 - 1 Jan 07	1 Jan 05 - 1 Jan 06
17.7%	-24.3%	3.1%	10.9%	19.0%
Cumulative	Balanced Fund	Sector Average	Ranking	
3 months	3.2%	3.0%	114/308	
6 months	20.2%	19.9%	165/303	
1 Year	17.7%	20.7%	229/301	
3 Years	-8.1%	1.8%	196/215	
5 Years	21.1%	35.1%	166/174	
Since launch	32.1%	46.5%	155/167	

Source: Morningstar

The performance has been calculated over the stated periods to 1 January 2010.

Sector Average is the ABI Balanced Managed Sector.

Note: Past performance is not a guide to future performance and the value of units can go down as well as up and cannot be guaranteed; an investor may receive back less than their original investment.

**This communication is intended for investment professionals only and must not be relied on by anyone else.**

## Investment Market Line

If you would like more details on our current market views please call:

**0845 60 60 062**