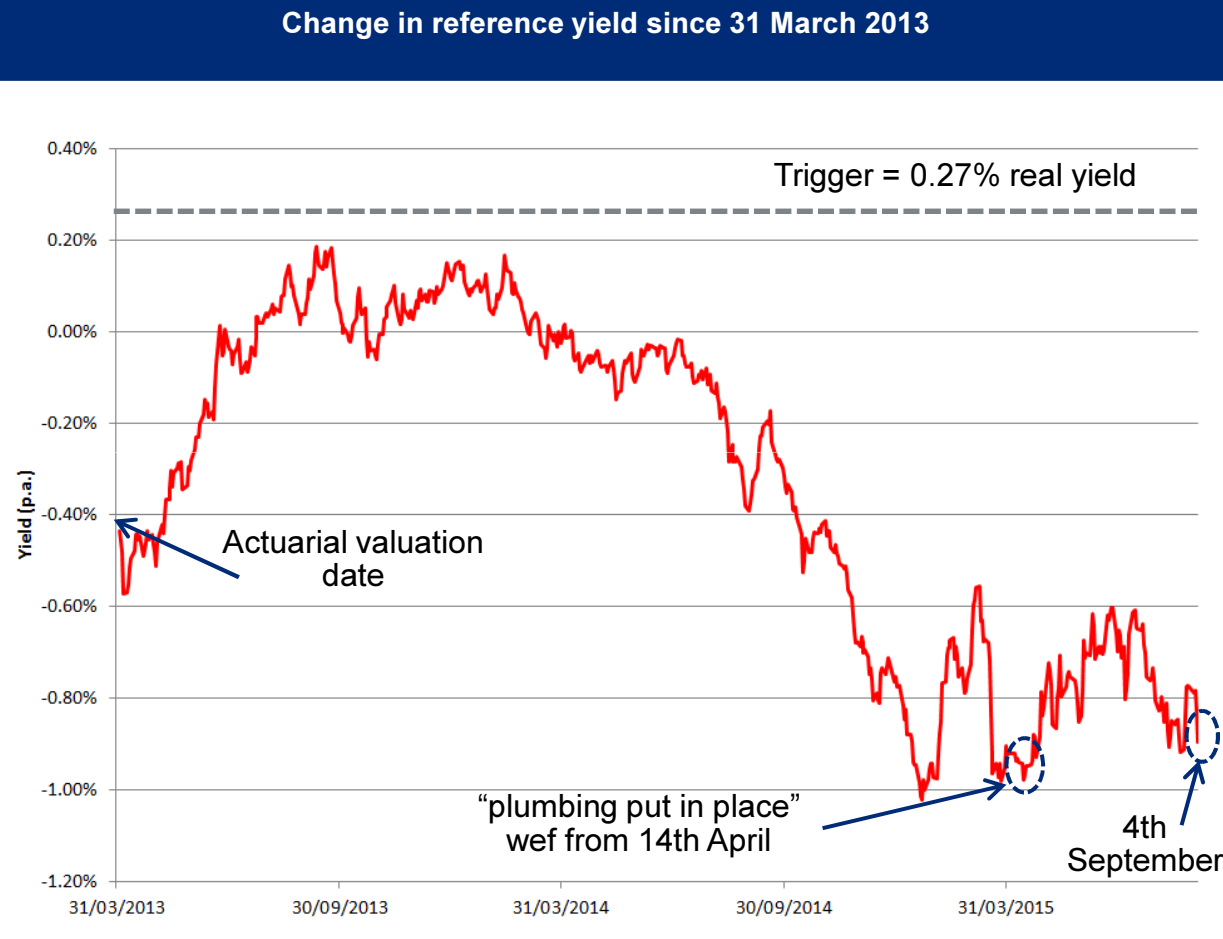


# Surrey Pension Fund – update on yield trigger

Annex 3

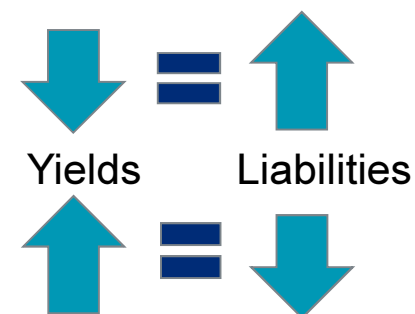


## Comments

Chart opposite shows the progression in the yield available on the 2035 ILG over 2015. Current yield is -0.90% p.a.

The Committee has set the trigger at 0.27% p.a.

- Trigger is “hit” when yield from 2035 ILG reaches this level
- £90m in physical gilts will then be switched to leveraged gilts
- Resulting hedge ratio expected to be around 13%



This page is intentionally left blank