

# **SURREY PENSION FUND ACCOUNTS 2018/2019**

<b>As at 31 March 2018</b>		<b>As at 31 March 2019</b>	
<b>£000</b>		<b>£000</b>	
80,636	Cash & cash equivalents	150,680	
60,000	Other short term investments	0	
396,093	Fixed interest securities	495,283	
<b>536,729</b>	<b>Total</b>	<b>645,963</b>	

### Interest rate risk sensitivity analysis

The council recognises that interest rates can vary and can affect both income to the fund and the value of the net assets available to pay benefits. Long term average interest rates are not particularly volatile from one year to the next so a potential move in interest rates of 100 basis points is deemed reasonable.

The analysis below assumes all other variables remain constant and shows the effect in the year on the net assets of a +/- 100 basis point change in interest rates.

<b>Asset type</b>	<b>Carrying amount as at 31 March 2019</b>	<b>Change in net assets</b>	
		<b>+100 bps</b>	<b>- 100 bps</b>
		<b>£000</b>	<b>£000</b>
Cash & cash equivalents	150,680	1,507	-1,507
Other short term investments	0	0	0
Fixed interest securities	495,283	4,953	-4,953
<b>Total</b>	<b>645,963</b>	<b>6,460</b>	<b>-6,460</b>

<b>Asset type</b>	<b>Carrying amount as at 31 March 2018</b>	<b>Change in net assets</b>	
		<b>+100 bps</b>	<b>- 100 bps</b>
		<b>£000</b>	<b>£000</b>
Cash & cash equivalents	80,636	806	-806
Other short term investments	60,000	600	-600
Fixed interest securities	396,093	3,961	-3,961
<b>Total</b>	<b>536,729</b>	<b>5,367</b>	<b>-5,367</b>

An adjustment has been made for the 2018 Interest rate sensitivity analysis to show the monetary changes as 100bps as opposed to 10bps.

### Currency risk

Currency risk represents the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The fund is exposed to currency risk on financial instruments that are denominated in any currency