



Financial Investment Board

Date: WEDNESDAY, 5 JUNE 2013
Time: 1.45pm
Venue: COMMITTEE ROOMS - WEST WING, GUILDHALL

Members: Ray Catt (Chairman)
Deputy Robert Howard (Deputy Chairman)
Deputy Ken Ayers
Roger Chadwick
Henry Colthurst
Simon Duckworth
Tom Hoffman
Clare James
Deputy Edward Lord
Andrew McMurtrie
Deputy Henry Pollard
John Scott
Ian Seaton
Philip Woodhouse

Enquiries: Alistair MacLellan
tel. no.: 020 7332 1416
alistair.maclellan@cityoflondon.gov.uk

Lunch for Members will be served in the Guildhall Club at 1pm

**John Barradell
Town Clerk and Chief Executive**

AGENDA

Part 1 - Public Agenda

1. **APOLOGIES**
2. **MEMBERS' DECLARATIONS UNDER THE CODE OF CONDUCT IN RESPECT OF ITEMS ON THE AGENDA**
3. **APPOINTMENT OF FINANCIAL INVESTMENT BOARD MEMBER TO THE SOCIAL INVESTMENT BOARD**
To agree, in addition to the Chairman or his nominee, the appointment of a Financial Investment Board member to the Social Investment Board.

For Decision
4. **MINUTES OF THE PREVIOUS MEETING**
To agree the public minutes and non-public summary of the meeting held on 7 February 2013.

For Decision
(Pages 1 - 4)
5. **QUESTIONS ON MATTERS RELATING TO THE WORK OF THE COMMITTEE**
6. **ANY OTHER BUSINESS THAT THE CHAIRMAN CONSIDERS URGENT**
7. **EXCLUSION OF THE PUBLIC**
MOTION - That under Section 100(A) of the Local Government Act 1972, the public be excluded from the meeting for the following items on the grounds that they involve the likely disclosure of exempt information as defined in Part I of the Schedule 12A of the Local Government Act.

Part 2 - Non-Public Agenda

8. **NON-PUBLIC MINUTES OF THE PREVIOUS MEETING**
To agree the non-public minutes of the meeting held on 7 February 2013.

For Decision
(Pages 5 - 6)
9. **INVESTMENT PERFORMANCE MONITORING TO 31 MARCH 2013**
A report of the Chamberlain (copy attached).

For Information
(Pages 7 - 12)

10. **QUARTERLY INVESTMENT REPORT AS AT 31 MARCH 2013**
A report of Aon Hewitt (copy attached).

For Information
(Pages 13 - 50)
11. **EQUITIES INVESTMENTS, TRANSITION MANAGER SELECTION**
A report of the Chamberlain (copy attached).

For Decision
(Pages 51 - 56)
12. **PRESENTATION BY ANDY GILBERT, MANAGING DIRECTOR, TRANSITION MANAGEMENT, BLACKROCK**

For Information
13. **INFRASTRUCTURE AS AN ASSET CLASS FOR INSTITUTIONAL INVESTORS**
A discussion paper from Aon Hewitt (copy attached).

For Information
(Pages 57 - 84)
14. **PRESENTATION BY STEWART HAY AND ROGER PIMM, STANDARD LIFE CAPITAL PARTNERS**

For Information
15. **NON-PUBLIC QUESTIONS ON MATTERS RELATING TO THE WORK OF THE COMMITTEE**
16. **ANY OTHER BUSINESS THAT THE CHAIRMAN CONSIDERS URGENT AND WHICH THE COMMITTEE AGREE SHOULD BE CONSIDERED WHILST THE PUBLIC ARE EXCLUDED**

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Agenda Item 4

FINANCIAL INVESTMENT BOARD

Thursday, 7 February 2013

Minutes of the meeting of the Financial Investment Board held at Guildhall, EC2 on Thursday, 7 February 2013 at 1.45pm

Present

Members:

Ray Catt (Chairman)
Deputy Ken Ayers (Chief Commoner)
Roger Chadwick
Deputy Anthony Eskenzi
Brian Harris
Tom Hoffman
Deputy Robert Howard
Anthony Llewelyn-Davies
Deputy Edward Lord
Jeremy Mayhew

Officers:

Claire Sherer	- Town Clerk's Department
Chris Bilsland	- Chamberlain
Paul Mathews	- Chamberlain's Department
Mark Bryans	- Chamberlain's Department

In attendance:

Emily McGuire - Aon Hewitt

Part 1 - Public Agenda

- 1. APOLOGIES**
Apologies were received from Deputy Henry Pollard (Deputy Chairman) and Stuart Fraser.
- 2. MEMBERS' DECLARATIONS UNDER THE CODE OF CONDUCT IN RESPECT OF ITEMS ON THE AGENDA**
There were no declarations.
- 3. MINUTES OF THE PREVIOUS MEETING**
RESOLVED: That the public minutes and non-public summary of the meeting held on 10 December 2012 be agreed as an accurate record.
- 4. TREASURY MANAGEMENT STRATEGY STATEMENT AND ANNUAL INVESTMENT STRATEGY 2013/14**
The Chamberlain gave an overview of the Treasury Management Strategy Statement and Annual Investment Strategy for 2013/14, informing Members

that the Corporation's debt free status and cash on deposit would be revisited at a future Board meeting as per the Board's earlier request.

The Board requested that a future report include the rationale for any cash levels held, with a distinction made between working capital and those potentially available for investment purposes. Members also requested clarification of the procedure for changing asset allocations and in particular, the role of the Investment Committee and the Resource Allocation Sub (Policy and Resources) Committee.

In reference to Appendix 5 (Approved Counterparties and Countries for Investments), Members asked that a more detailed analysis of the individual investments within the Money Market Funds be provided to the Board on a regular basis.

RESOLVED: That, subject to the addition of Japan at Appendix 6 (Approved Countries for Investments), the Treasury Management Strategy Statement and Annual Investment Strategy for 2013/14 be approved and submitted to the Court of Common Council for formal adoption.

5. **QUESTIONS ON MATTERS RELATING TO THE WORK OF THE COMMITTEE**

There were no questions.

6. **ANY OTHER BUSINESS THAT THE CHAIRMAN CONSIDERS URGENT**

There was no other business.

7. **EXCLUSION OF THE PUBLIC**

RESOLVED - That under Section 100(A) of the Local Government Act 1972, the public be excluded from the meeting for the following items on the grounds that they involve the likely disclosure of exempt information as defined in Part I of the Schedule 12A of the Local Government Act.

Item No.	Paragraph(s) in Schedule 12A
9 - 10	3
11	-

Part 2 - Non-Public Agenda

8. **NON-PUBLIC MINUTES OF THE PREVIOUS MEETING**

The Board acknowledged that the non-public minutes were accurate but requested that, in future, more detailed minutes be provided where key decisions were being made.

The Town Clerk advised the Board that all Committee Clerks would be reminded of the Corporation's agreed minute style in order to aid consistency and completeness in the future.

RESOLVED: That the non-public minutes of the meeting held on 10 December 2012 be agreed as an accurate record.

9. SECURITIES INVESTMENTS – STRATEGY REVIEW

The Board considered a report which provided an update on the agreed investment strategy and associated fund manager structure and the plans for implementation.

RESOLVED: That -

- i. the contents of the report be noted; and
- ii. agreement of the detailed implementation arrangements be delegated to the Chamberlain, in consultation with the Chairman and Deputy Chairman.

10. NON-PUBLIC QUESTIONS ON MATTERS RELATING TO THE WORK OF THE COMMITTEE

There were no non-public questions.

11. ANY OTHER BUSINESS THAT THE CHAIRMAN CONSIDERS URGENT AND WHICH THE COMMITTEE AGREE SHOULD BE CONSIDERED WHILST THE PUBLIC ARE EXCLUDED

There was no other business.

The meeting ended at 2.40pm

Chairman

**Contact Officer: Claire Sherer
tel. no.: 020 7332 1971
claire.sherer@cityoflondon.gov.uk**

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Agenda Item 8

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Agenda Item 9

By virtue of paragraph(s) 1, 3 of Part 1 of Schedule 12A
of the Local Government Act 1972.

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Agenda Item 10

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A
of the Local Government Act 1972.

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Agenda Item 11

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of the Local Government Act 1972.

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Agenda Item 13

By virtue of paragraph(s) 3 of Part 1 of Schedule 12A
of the Local Government Act 1972.

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