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### **Financial Investment Board**

Date: MONDAY, 10 DECEMBER 2012

Time: 1.45pm

Venue: COMMITTEE ROOMS - WEST WING, GUILDHALL

Members: Ray Catt (Chairman) Henry Pollard (Deputy Chairman) Deputy Ken Ayers (Chief Commoner) **Roger Chadwick** Simon Duckworth Deputy Anthony Eskenzi **Brian Harris** Tom Hoffman Robert Howard **Clare James** Anthony Llewelyn-Davies **Deputy Edward Lord** Jeremy Mayhew Ian Seaton Stuart Fraser (Ex-Officio Member)

Enquiries: Claire Sherer tel. no.: 020 7332 1971 claire.sherer@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. **MINUTES OF THE PREVIOUS MEETING** To agree the public minutes and non-public summary of the meeting held on 1 November 2012.

For Decision (Pages 1 - 4)

#### 4. ELECTION TO THE SOCIAL INVESTMENT BOARD

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 and of the meeting held on 1 November 2012.

For Decision (Pages 5 - 8)

#### 9. **INVESTMENTS PERFORMANCE MONITORING TO 30 SEPTEMBER 2012** Report of the Chamberlain.

For Information (Pages 9 - 14)

#### 10. SECURITIES INVESTMENTS - STRATEGY REVIEW; EQUALITIES MANDATES Report of the Chamberlain.

For Decision (Pages 15 - 28)

11. **INVESTMENT MANAGER AND PRODUCT EVALUATIONS** Report of Aon Hewitt.

12. EQUITIES MANAGERS - STYLE ANALYSIS Report of Aon Hewitt. To Follow

**To Follow** 

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

### Agenda Item 3

#### FINANCIAL INVESTMENT BOARD

#### Thursday, 1 November 2012

Minutes of the meeting of the Financial Investment Board held at Guildhall, EC2 on Thursday, 1 November 2012 at 1.45pm

#### Present

#### Members:

Ray Catt (Chairman) Deputy Ken Ayers (Chief Commoner) Roger Chadwick Brian Harris Tom Hoffman Robert Howard Clare James Anthony Llewelyn-Davies Jeremy Mayhew Ian Seaton

#### Officers:

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

#### Part 1 - Public Agenda

#### 1. APOLOGIES

Apologies were received from Henry Pollard (the Deputy Chairman) and Stuart Fraser.

2. DECLARATIONS BY MEMBERS OF ANY PERSONAL OR PREJUDICIAL INTERESTS IN RESPECT OF ANY ITEMS ON THIS AGENDA There were no declarations.

#### 3. MINUTES OF THE PREVIOUS MEETING

**RESOLVED:** That the minutes of the meeting held on 29 October 2012 be approved as an accurate record.

4. QUESTIONS ON MATTERS RELATING TO THE WORK OF THE COMMITTEE

There were no questions.

#### 5. ANY OTHER BUSINESS THAT THE CHAIRMAN CONSIDERS URGENT

Following the creation of the Social Investment Board to manage the recently established Social Investment Fund, the Chairman advised Members that he would be taking up a position on the Board along with one further Member of the Financial Investment Board.

Expressions of Interest would be sought ahead of the next Financial Investment Board meeting on 10 December 2012 and, if more than one Member came forward, an election would be held at that meeting.

#### 6. 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
7-13	3
14-15	-

#### Part 2 - Non-Public Agenda

#### SUMMARY OF MATTERS CONSIDERED WHILST THE PUBLIC WERE EXCLUDED

#### 7. NON-PUBLIC MINUTES OF THE PREVIOUS MEETING

**RESOLVED:** That the non-public minutes of the meeting held on 29 October 2012 be agreed as an accurate record.

### 8. OVERVIEW OF 29 OCTOBER 2012 FINANCIAL INVESTMENT BOARD MEETING

The Board were given a verbal overview of the discussions at the meeting on 29 October 2012.

#### 9. SECURITIES INVESTMENTS -STRATEGY REVIEW

The Board noted the report which had also been considered at the meeting on 29 October 2012.

#### RECEIVED

#### 10. GLOBAL EQUITIES: CARNEGIE

#### 10A

The Chairman welcomed Matthias Wiegand and Lars Wincensten from Carnegie who presented on their approach to managing global equities. They answered a number of questions from the Board Members and the Chairman thanked them for their attendance.

#### 10B

The Board noted Aon Hewitt's analysis of Carnegie.

#### RECEIVED

#### 11. GLOBAL EQUITIES: GMO

#### 11A

The Chairman welcomed Alex Bark, Simon Harris and Tom Smith from GMO who presented on their approach to managing global equities. They answered a number of questions from the Board Members and the Chairman thanked them for their attendance.

#### 11B

The Board noted Aon Hewitt's analysis of GMO.

#### RECEIVED

#### 12. LSV INBRIEF

The Board considered Aon Hewitt's analysis of LSV.

#### RECEIVED

### 13. REVIEW AND SELECTION OF NEW GLOBAL EQUITIES FUND MANAGER(S)

In light of the presentations from various Global and UK Fund Managers at this meeting and the one held on 29 October 2012, the Board discussed their views on how the City Corporation's investments should be managed in the future.

**RESOLVED:** That the Chamberlain would draw up formal proposals for revised fund allocations, and provide analysis of quantitative style Fund Managers for consideration at the next meeting on 10 December 2012.

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

There were no non-public questions.

#### 15. 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 3.45pm

Chairman

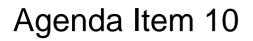
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