

**CAMBRIDGE COLLEGES FEDERATED PENSION SCHEME**

**FUND ACCOUNT FOR THE YEAR ENDED 31 MARCH 2012**

	Note	2012	2011
		£	£
<b>Contributions and Benefits</b>			
Contributions receivable	4	8,765,043	9,455,887
Transfers in	5	126,286	381,334
Other income	6	500,441	512,950
		<u>9,391,770</u>	<u>10,350,171</u>
Benefits payable	7	6,086,841	4,319,665
Leavers	8	235,429	162,146
Other payments	9	630,469	643,451
Administrative expenses	10	563,704	436,166
		<u>7,516,443</u>	<u>5,561,428</u>
<b>Net additions from dealings with members</b>		<u>1,875,327</u>	<u>4,788,743</u>
<b>Returns on investments</b>			
Investment income	11	751,301	537,405
Change in market value of investments	12	(6,434,079)	10,802,089
Investment management expenses	13	(446,565)	(374,818)
<b>Net return on investments</b>		<u>(6,129,343)</u>	<u>10,964,676</u>
<b>Net increase/(decrease) in fund during year</b>		<u>(4,254,016)</u>	<u>15,753,419</u>
<b>At 1st April</b>		132,404,997	116,651,578
<b>Pension Fund at 31st March</b>	14	<u>128,150,981</u>	<u>132,404,997</u>

**CAMBRIDGE COLLEGES FEDERATED PENSION SCHEME**

**NET ASSET STATEMENT AS AT 31 MARCH 2012**

	Note	2012		2011	
		£	£	£	£
<b>Investments</b>	15		127,292,186		131,325,670
Current assets					
Bank current account		270,147		388,607	
Deposit account		235,773		235,066	
Debtors	16	<u>589,141</u>		<u>631,824</u>	
		1,095,061		1,255,497	
Less current liabilities					
Creditors	17	<u>236,266</u>		<u>176,170</u>	
Net current assets			858,795		1,079,327
<b>Net assets of the scheme at 31st March 2012</b>			<u><u>128,150,981</u></u>		<u><u>132,404,997</u></u>

The Trustee: CAMBRIDGE COLLEGES SUPERANNUATION TRUSTEES Ltd

Date \_\_\_\_\_ Director

\_\_\_\_\_ Director

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2012 (Continued)

**4 Contributions Receivable**

	2012 £	2011 £
From members		
Ordinary contributions	1,554,742	1,582,940
Additional voluntary contributions	105,817	114,635
	<u>1,660,559</u>	<u>1,697,575</u>
From employers		
Ordinary contributions	4,184,450	4,680,038
Deficit funding contributions	2,901,063	3,074,617
Augmentation contributions	18,971	3,657
	<u>8,765,043</u>	<u>9,455,887</u>

**5 Transfers from other schemes**

	2012 £	2011 £
Transfers from other schemes	<u>126,286</u>	<u>381,334</u>
	<u>126,286</u>	<u>381,334</u>

**6 Other Income**

	2012 £	2011 £
Management fee rebate received from investment managers	421,934	486,950
Death in service lump sum received from insurer	51,346	-
Trustee Liability lump sum received from insurer	27,118	-
Group income protection settlement received from insurer	42	26,000
	<u>500,441</u>	<u>512,950</u>

**7 Benefits Payable**

	2012 £	2011 £
Pensions payments to retired members	3,748,095	3,331,558
Lump sum payment on retirement	294,041	190,695
Extra lump sum commutation	1,966,198	762,130
Death in service lump sum paid	51,346	-
Trustee Liability lump sum paid	27,118	-
Group income protection settlement lump sum paid	42	26,000
Death in deferment lump sum paid	-	9,282
	<u>6,086,841</u>	<u>4,319,665</u>

**8 Payments to and on account of Leavers**

	2012 £	2011 £
Refunds of contributions to members	345	5,338
Tax on refunds of contributions	327	1,333
State scheme premiums	110	4,297
Transfer values paid	234,647	151,178
	<u>235,429</u>	<u>162,146</u>

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2012 (Continued)

**9 Other Payments**

	2012 £	2011 £
Premiums for insured benefits	630,469	643,451
	<u>630,469</u>	<u>643,451</u>

**10 Administrative Expenses**

	2012 £	2011 £
Printing & Stationery	1,302	2,820
Contribution to Salaries, Expenses and Co. Secretary's Honorarium	193,118	195,032
Trustees indemnity insurance	14,600	9,175
Office Expenses and Computer charges	682	3,852
CHRIS payroll implementation	-	10,599
PPF Levy	77,140	73,127
PPF Admin Levy	10,186	9,329
Pension Regulator Levy	8,638	8,004
Registrar of Companies	35	20
NAPF Subscription	580	539
Audit and accountancy fees	6,984	6,639
Actuarial Fees - General	33,108	34,165
Actuarial Fees - Valuation	188,572	39,380
Legal Fees	3,580	13,599
Financial advisor fees	24,623	26,904
Trustee Training	40	2,512
Bank transfer fees	314	344
Other	202	126
	<u>563,704</u>	<u>436,166</u>

**11 Investment Income**

	2012 £	2010 £
Dividends: Equities	198,656	119,851
Dividends: Fixed Interest	-	25,960
Dividends: Property	374,558	346,630
Tax reclaim	179,201	45,082
Interest on cash deposits: Schroders*	(1,821)	(822)
Interest on cash deposits: Bank of Scotland	706	704
	<u>751,301</u>	<u>537,405</u>

\*The negative balance on interest on cash deposits is due to clearer or collateral interest paid relating to UBSW margins accounts being greater than interest received during the same period.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2012 (Continued)

**12 Change in market value of Investments**

	2012 £	2011 £
Market value of investments at 1 April	127,463,823	113,543,410
Cost of investments purchased	120,905,447	61,486,686
Proceeds of investments sold	(115,371,452)	(58,368,362)
Change in market value	(6,434,079)	10,802,089
Market value of investments at 31 March	<u>126,563,739</u>	<u>127,463,823</u>

**13 Investment Management Expenses**

	2012 £	2011 £
Management expenses	446,565	374,818

**14 Pension Fund**

	£	2012 £	£	2011 £
<u>General account</u>				
Balance at 1st April	132,650,001		#####	
Net movement in year	(4,254,016)		15,753,419	
Transfer	<u>274,850</u>		<u>152,613</u>	
Balance at 31st March		128,670,835		132,650,001
<u>Administration account</u>				
Balance at 1st April	(245,004)		92,391	
Transfer	<u>(274,850)</u>		<u>(152,613)</u>	
Balance at 31st March		(519,854)		(245,004)
Pension Fund at 31st March		<u>128,150,981</u>		<u>132,404,997</u>

**15 Investments**

	2012 £	2011 £
Listed equities - UK*	-	13,409,407
Listed equities - Overseas	60,705,964	48,997,296
Fixed Interest	26,466,829	31,357,058
Property Unit Trusts	10,813,716	10,419,674
Unit Trusts	5,323,148	4,960,707
Hedge Funds	11,988,706	8,360,198
Private Equity	11,510,936	10,015,822
Derivatives	<u>(245,560)</u>	<u>(56,339)</u>
	126,563,739	127,463,823
Cash	728,447	3,861,847
Total	<u>127,292,186</u>	<u>131,325,670</u>

\* Investment now made via global equity funds rather than regional funds

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2012 (Continued)

**16 Debtors**

	2012	2011
	£	£
College contributions	587,814	631,261
Payroll returns	1,327	563
	<u>589,141</u>	<u>631,824</u>

**17 Creditors**

	2012	2011
	£	£
Staff Costs	120,642	121,389
Inland Revenue	37,846	34,314
Early retirement charge	37,118	-
Trustee Liability Insurance	14,266	-
Independent Financial Adviser fee	11,062	3,951
Actuarial advice	7,092	9,786
Audit fee	6,325	6,325
Legal Fees	1,220	-
Pensions payments to retired members	695	-
Refunds of contributions	-	331
Other	-	74
	<u>236,266</u>	<u>176,170</u>

**18 Concentration of investment**

The following investments account for more than 5% of the scheme's net assets:-

	2012	2011
	£	£
SISF QEP Global Quality USD I Acc	30,327,678	7,908,560
Schroder QEP Global Active Value Fund I Acc	18,289,952	8,029,300
Schroder Matching Plus Inflation Only Fund	12,228,871	12,573,578
SSSF Sterling Broad Market Bond Libor I Acc	11,576,733	13,542,262
Schroder Exempt Property Unit Trust	6,787,306	-
Schroder Pension Mgmt Ltd Schroder Life Diversified Growth Fd	6,776,361	-
Schroder US Small & Mid Cap Fund Acc	-	10,091,363
Schroder Prime UK Equity X Acc	-	6,591,258

**CAMBRIDGE COLLEGES FEDERATED PENSION SCHEME**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2012 (Continued)**

**19 Administration Account**

	£	2012 £	£	2011 £
<u>Income</u>				
Administration Charges from Colleges	288,148		282,849	
Deposit Account Interest	706		704	
	288,854	288,854	282,849	283,553
<u>Expenditure</u>				
Printing & Stationery	1,302		2,820	
Contribution to Salaries, Expenses and Co. Secretary's Honorarium	193,118		195,032	
Trustees indemnity insurance	14,600		9,175	
Office Expenses and Computer charges	682		3,852	
CHRIS payroll implementation	-		10,599	
PPF Levy	77,140		73,127	
PPF Admin Levy	10,186		9,329	
Pension Regulator Levy	8,638		8,004	
Registrar of Companies	35		20	
NAPF Subscription	580		539	
Audit and accountancy fees	6,984		6,639	
Actuarial Fees - General	33,108		34,165	
Actuarial Fees - Valuation	188,572		39,380	
Legal Fees	3,580		13,599	
Financial advisor fees	24,623		26,904	
Trustee Training	40		2,512	
Bank transfer fees	314		344	
Other	202		126	
	563,704	563,704	436,166	436,166
Net increase/(decrease) in Administration account	(274,850)	(274,850)	(152,613)	(152,613)
Balance at 1st April		(245,004)		92,391
Balance at 31st March		(519,854)		(245,004)

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2012 (Continued)

**20 Top 25 Holdings at Investment Managers**

Stock Name	£ (Millions)	Weight (%)
1 SISF QEP Global Quality USD I Acc	30.328	23.83
2 Schroder QEP Global Active Value Fund I Acc	18.290	14.37
3 Schroder Matching Plus Inflation only Fund	12.229	9.61
4 SSSF Sterling Broad Market BD Libor I Acc	11.577	9.09
5 Schroder Exempt Property Unit Trust	6.787	5.33
6 Schroder Pension Mgmt Ltd Schroder Life Diversified Growth Fd	6.776	5.32
7 Schroder Private EQ FDS IV Fd of Fds CLS 'B' Shs (65% Paid)	5.753	4.52
8 SSSF Sterling Liquidity Plus I Acc	4.920	3.87
9 GMO Funds PLC Emerging Markets Equity Fund	4.305	3.38
10 Schroder Private EQ FDS III Fd of Fds CLS 'B' Shs (87.5% Paid)	3.047	2.39
11 Schroder Private EQ FDS III Fd of Fds CLS 'A' Shs (87.5% Paid)	2.711	2.13
12 SISF Global High Yield GBP Hedged I Acc	2.661	2.09
13 Schroder Indirect Real Estate Fund (A Units)	2.204	1.73
14 BH Macro Limited Ordinary NPV	1.875	1.47
15 MKP Opportunity Offshore Limited Class A	1.487	1.17
16 GLG Atlas Macro Fund Class C	1.483	1.17
17 Concordia G-10 Fixed Income Relative Value USD A Shares	1.469	1.15
18 Pentwater Event Class F-V-U	1.461	1.15
19 Hermes Property Unit Trust	1.052	0.83
20 KKR and Company LP Common Stock NPV	1.007	0.79
21 Tudor Tensor Fund Limited Class I	1.000	0.79
22 Aspect Capital Limited Diversified Fund Class I GCP Acc	0.968	0.76
23 Lazard Rathmore Fund Limited Class A-1	0.863	0.68
24 King Street Europe Fund Class A	0.805	0.63
25 JPMorgan European Property Fund Sub-Fund Class 'C'	0.770	0.61