

CAMBRIDGE COLLEGES FEDERATED PENSION SCHEME

FUND ACCOUNT FOR THE YEAR ENDED 31 MARCH 2013

	Note	2013	2012
		£	£
Contributions and Benefits			
Contributions receivable	4	6,822,073	8,765,043
Transfers in	5	733,649	126,286
Other income	6	344,864	500,441
		<u>7,900,586</u>	<u>9,391,770</u>
Benefits payable	7	6,248,599	6,086,841
Leavers	8	73,126	235,429
Other payments	9	510,303	630,469
Administrative expenses	10	548,237	563,704
		<u>7,380,265</u>	<u>7,516,443</u>
Net additions from dealings with members		<u>520,321</u>	<u>1,875,327</u>
Returns on investments			
Investment income	11	428,461	751,301
Change in market value of investments	12	8,469,166	(6,434,079)
Investment management expenses	13	(497,706)	(446,565)
Net return on investments		<u>8,399,921</u>	<u>(6,129,343)</u>
Net increase/(decrease) in fund during year		<u>8,920,242</u>	<u>(4,254,016)</u>
At 1st April		128,150,981	132,404,997
Pension Fund at 31st March	14	<u>137,071,223</u>	<u>128,150,981</u>

CAMBRIDGE COLLEGES FEDERATED PENSION SCHEME

NET ASSET STATEMENT AS AT 31 MARCH 2013

	Note		2013		2012
		£	£	£	£
Investments	15		136,688,751		127,292,186
Current assets					
Bank current account		197,903		270,147	
Deposit account		86,775		235,773	
Debtors	16	360,418		589,141	
		645,096		1,095,061	
Less current liabilities					
Creditors	17	262,624		236,266	
Net current assets			382,472		858,795
Net assets of the scheme at 31st March 2013			137,071,223		128,150,981

The Trustee: CAMBRIDGE COLLEGES SUPERANNUATION TRUSTEES Ltd

Date _____ Director

_____ Director

CAMBRIDGE COLLEGES FEDERATED PENSION SCHEME

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

4 Contributions Receivable

	2013	2012
	£	£
From members		
Ordinary contributions	1,505,485	1,554,742
Additional voluntary contributions	92,148	105,817
	<u>1,597,633</u>	<u>1,660,559</u>
From employers		
Ordinary contributions	3,226,000	4,184,450
Deficit funding contributions	1,717,513	2,901,063
Administrative contributions*	280,927	-
Augmentation contributions	-	18,971
	<u>6,822,073</u>	<u>8,765,043</u>

* Administrative contributions now received separately as a monthly lump sum based on a set flat rate plus an additional variable amount based on college size. This was previously included in Employer ordinary contributions.

5 Transfers from other schemes

	2013	2012
	£	£
Transfers from other schemes	733,649	126,286
	<u>733,649</u>	<u>126,286</u>

6 Other Income

	2013	2012
	£	£
Management fee rebate received from investment managers	153,554	421,934
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	191,310	42
	<u>344,864</u>	<u>500,441</u>

7 Benefits Payable

	2013	2012
	£	£
Pensions payments to retired members	4,203,499	3,748,095
Lump sum payment on retirement	232,884	294,041
Extra lump sum commutation	1,620,906	1,966,198
Death in service lump sum paid	-	51,346
Trustee Liability lump sum paid	-	27,118
Group income protection settlement lump sum paid	191,310	42
	<u>6,248,599</u>	<u>6,086,841</u>

CAMBRIDGE COLLEGES FEDERATED PENSION SCHEME

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

8 Payments to and on account of Leavers

	2013	2012
	£	£
Refunds of contributions to members	5,377	345
Tax on refunds of contributions	1,344	327
State scheme premiums	3,316	110
Transfer values paid	63,089	234,647
	<u>73,126</u>	<u>235,429</u>

9 Other Payments

	2013	2012
	£	£
Premiums for insured benefits	510,303	630,469
	<u>510,303</u>	<u>630,469</u>

10 Administrative Expenses

	2013	2012
	£	£
Regulatory Costs		
PPF Levy	158,977	77,140
PPF Admin Levy	7,650	10,186
Pension Regulator Levy	7,621	8,638
	<u>174,248</u>	95,964
Other Costs		
Contribution to Salaries and Co. Secretary's	197,934	193,118
Actuarial Fees - General	54,000	33,108
Actuarial Fees - Valuation	45,438	188,572
Investment advisor fees	20,000	-
Financial advisor fees	19,098	24,623
Trustees indemnity insurance	13,318	14,600
Legal Fees	10,990	3,580
Audit and accountancy fees	7,194	6,984
Inland Revenue	2,300	-
Printing & Stationery	1,533	1,302
NAPF Subscription	626	580
Bank fees	599	314
Trustee Training	453	40
Office Expenses and Computer charges	403	682
Other	68	202
Registrar of Companies	35	35
	<u>373,989</u>	467,740
	<u>548,237</u>	<u>563,704</u>

CAMBRIDGE COLLEGES FEDERATED PENSION SCHEME

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

11 Investment Income

	2013 £	2012 £
Dividends: Property	366,593	374,558
Dividends: Equities	19,082	198,656
Tax reclaim	41,807	179,201
Interest on cash deposits: Schroders*	(84)	(1,821)
Interest on cash deposits: Bank of Scotland	1,063	706
	428,461	751,301

*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.

12 Change in market value of Investments

	2013 £	2012 £
Market value of investments at 1 April	126,563,739	127,463,823
Cost of investments purchased	59,360,098	120,905,447
Proceeds of investments sold	(59,277,162)	(115,371,452)
Change in market value	8,469,166	(6,434,079)
Market value of investments at 31 March	135,115,841	126,563,739

13 Investment Management Expenses

	2013 £	2012 £
Management expenses*	497,706	446,565

* The amount paid by way of unit trusts fell sharply following a change of investment strategy which led to the sale of most of the Scheme's regional equity funds, as a result the amount that needed to be rebated fell and a higher proportion of fees due is now paid via invoice. The basis of calculation remains unchanged.

14 Pension Fund

	£	2013 £	£	2012 £
<u>General account</u>				
Balance at 1st April	128,670,835		#####	
Net movement in year	8,920,242		(4,254,016)	
Transfer	35,642		274,850	
Balance at 31st March		137,626,719		128,670,835
<u>Administration account</u>				
Balance at 1st April	(519,854)		(245,004)	
Transfer	(35,642)		(274,850)	
Balance at 31st March		(555,496)		(519,854)
Pension Fund at 31st March		137,071,223		128,150,981

CAMBRIDGE COLLEGES FEDERATED PENSION SCHEME

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

15 Investments

	2013 £	2012 £
Listed Equities	63,509,027	60,705,964
Fixed Interest	28,505,412	26,466,829
Hedge Funds	16,017,996	11,988,706
Private Equity	13,987,670	11,510,936
Property Unit Trusts	10,503,403	10,813,716
Unit Trusts	2,410,220	5,323,148
Derivatives	182,113	(245,560)
	<u>135,115,841</u>	<u>126,563,739</u>
Cash	1,572,910	728,447
Total	<u><u>136,688,751</u></u>	<u><u>127,292,186</u></u>

16 Debtors

	2013 £	2012 £
College contributions	360,060	587,814
Payroll returns	358	1,327
	<u>360,418</u>	<u>589,141</u>

17 Creditors

	2013 £	2012 £
Staff Costs	98,431	120,642
Investment Management Fee	81,031	-
Inland Revenue	41,005	37,846
Investment advisor fees	20,000	-
Legal Fees	7,990	1,220
Audit fee	6,325	6,325
Independent Financial Adviser fee	2,982	11,062
Actuarial advice	2,538	7,092
Pensions payments to retired members	2,195	695
Refunds of contributions	127	-
Early retirement charge	-	37,118
Trustee Liability Insurance	-	14,266
	<u>262,624</u>	<u>236,266</u>

CAMBRIDGE COLLEGES FEDERATED PENSION SCHEME

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

18 Concentration of investment

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

	2013 £	2012 £
SISF QEP Global Quality USD I Acc	28,981,326	30,327,678
Schroder QEP Global Active Value Fund I Acc	28,970,160	18,289,952
SISF Strategic Bond GBP Hedged I Acc	19,696,722	-
Schroder Private EQ FDS IV Fd of Fds CLS 'B' Shs (65% Paid)	7,135,467	-
Schroder Matching Plus Inflation Only Fund	-	12,228,871
SSSF Sterling Broad Market Bond Libor I Acc	-	11,576,733
Schroder Exempt Property Unit Trust	-	6,787,306
Schroder Pension Mgmt Ltd Schroder Life Diversified Growth Fd	-	6,776,361

19 Administration Account

	£	2013 £	£	2012 £
<u>Income</u>				
Administration Charges from Colleges	511,532		288,148	
Deposit Account Interest	<u>1,063</u>		<u>706</u>	
		512,595		288,854
<u>Expenditure</u>				
Contribution to Salaries and Co. Secretary's				
Honorarium	197,934		193,118	
PPF Levy	158,977		77,140	
PPF Admin Levy	7,650		10,186	
Pension Regulator Levy	7,621		8,638	
Actuarial Fees - General	54,000		33,108	
Actuarial Fees - Valuation	45,438		188,572	
Investment advisor fees	20,000		-	
Financial advisor fees	19,098		24,623	
Trustees indemnity insurance	13,318		14,600	
Legal Fees	10,990		3,580	
Audit and accountancy fees	7,194		6,984	
Inland Revenue	2,300		-	
Printing & Stationery	1,533		1,302	
NAPF Subscription	626		580	
Bank transfer fees	599		314	
Trustee Training	453		40	
Office Expenses and Computer charges	403		682	
Other	68		202	
Registrar of Companies	<u>35</u>		<u>35</u>	
		<u>548,237</u>		<u>563,704</u>
Net increase/(decrease) in Administration account		<u>(35,642)</u>		<u>(274,850)</u>
Balance at 1st April		(519,854)		(245,004)
Balance at 31st March		<u>(555,496)</u>		<u>(519,854)</u>

CAMBRIDGE COLLEGES FEDERATED PENSION SCHEME

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013 (Continued)

20 Top 25 Holdings at Investment Managers

	Stock Name	£ (Millions)	Weight (%)
1	SISF QEP Global Quality USD I Acc	28.981	21.20
2	Schroder QEP Global Active Value Fund I Acc	28.970	21.19
3	SISF Strategic Bond GBP Hedged I Acc	19.697	14.41
4	Schroder Private EQ FDS IV Fd of Fds CLS 'B' Shs (65% Paid)	7.135	5.22
5	Schroder UK Property Fund GBP I Income	6.641	4.86
6	Schroder Matching Plus Inflation only Fund	6.587	4.82
7	GMO Funds PLC Emerging Markets Equity Fund	5.558	4.07
8	Schroder Private EQ FDS III Fd of Fds CLS 'B' Shs (87.5% Paid)	3.624	2.65
9	Palmetto Fund Limited D (USD) Series	3.255	2.38
10	Schroder Private EQ FDS III Fd of Fds CLS 'A' Shs (87.5% Paid)	3.228	2.36
11	SISF Global High Yield GBP Hedged I Acc	2.222	1.63
12	Schroder Indirect Real Estate Fund (A Units)	2.142	1.57
13	SSSF Sterling Liquidity Plus I Acc	2.006	1.47
14	BH Macro Limited Ordinary NPV	1.901	1.39
15	Pentwater Event Class F-V-U	1.853	1.36
16	MKP Opportunity Offshore Limited Class A	1.568	1.15
17	Concordia G-10 Fixed Income Relative Value USD A Shares	1.559	1.14
18	GLG Atlas Macro Fund Class C	1.521	1.11
19	Tudor Tensor Fund Limited Class I	1.063	0.78
20	Hermes Property Unit Trust	1.037	0.76
21	Lazard Rathmore Fund Limited Class A-1	0.926	0.68
22	Aspect Capital Limited Diversified Fund Class I GCP Acc	0.879	0.64
23	King Street Europe Fund Class A	0.879	0.64
24	JPMorgan European Property Fund Sub-Fund Class 'C'	0.683	0.50
25	Opus Alternative Inv Fd Diversified SB FD IE	0.461	0.34