

Quarterly Report Overview

Oxfordshire Pension Fund

Infrastructure

Following a pandemic-driven hit to many infrastructure sectors, namely transport and energy, the true effect of Covid19 is now starting to be reflected in funds' performance across managers globally. Virtually no company globally anticipated the extent to which Covid19 would disrupt markets and societal behaviour, as many assets that proved resilient in previous troughs have behaved differently in the face of government-enforced social distancing measures. Managers who were thinking more strategically, with a long-term sustainable focus in their funds, will be the ones that survive.

Much can be learnt about the robustness of supply chains bearing in mind climate change risks and a potential future virus outbreak. Brunel's strategy of focusing on the sustainability of its selected funds has proven more valuable than ever. Considering ESG in a portfolio is not only about protecting clients from environmentally harmful assets or encouraging better social and governance practices, but it is the key to stable, robust and long-term strong performance. The Brunel portfolio is heavily invested in renewable energy funds with long-term contracted revenues. It has no exposure to fossil fuels and has a small exposure to transport assets. The Cycle 1 StepStone vehicle deployment has been carefully managed, to avoid exposure to pre-Covid19 pricing assets which are anticipated to underperform and we are monitoring the activity of managers closely across sectors, sharing the lessons learnt from this market turmoil and the mitigating actions they are putting in place to ensure the future resilience of their portfolios.

During Q2 2020, Brunel and StepStone have slowed down deployment of the infrastructure portfolio. This has mainly been driven by the discrepancy between buyers and sellers in the pricing of assets, with many sellers being unwilling to adjust their valuations according with the market dynamics. In addition, Brunel has exercised its veto right on a few occasions. StepStone presented Brunel with a tactical opportunity that Brunel considered a good asset, yet a potential bad investment for the Brunel clients, given the potential high reputational risks as well as the ambitious and aggressive long-term return plans. Another two tactical opportunities were discussed, one of them not fully meeting the Brunel cash yield requirements for its clients and compromising the potential overall return profile; and the other one initially been a very promising transaction in the telecoms sector, ended up presenting a risk-return profile that both StepStone and Brunel jointly agreed would no longer be fitting. Following the prospective market stabilisation in Q3 across infrastructure sectors, deployment is expected to accelerate.

Brunel and StepStone have been carefully designing the Renewable Energy and General Infrastructure vehicles which will deploy the Brunel Cycle 2 Infrastructure portfolio. This is due to be in place by September 2020, with four primary transactions already in due diligence and strong pipeline of funds and tactical deals, both for the Cycle 1 and Cycle 2 vehicles.

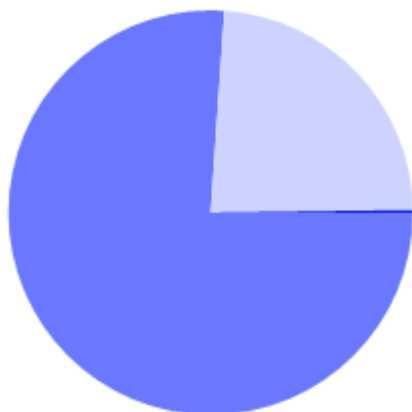
Quarterly Report Overview

Oxfordshire Pension Fund

Brunel - Infrastructure		June 30 2020
Overview		All figures unless otherwise stated are in GBP
Total Commitments to Brunel Portfolio		50,000,000
Total Commitments to Portfolio Investments		50,116,761
As a percentage of Total Commitments to Brunel Portfolio		100.23%
Amount Invested		13,790,778
As a percentage of Total Committed to Portfolio Investments		27.52%
Amount Called		13,827,280
As a percentage of Total Committed to Portfolio Investments		27.59%
Number of Fund Investments		5

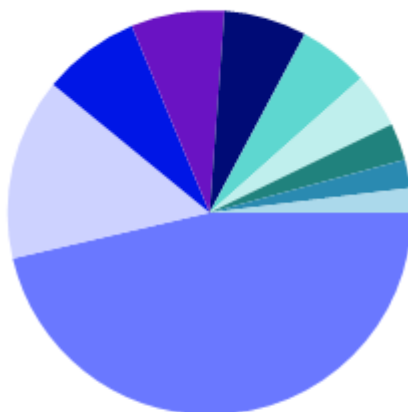
Performance		All figures unless otherwise stated are in GBP
Amount Called		13.83 million
Amount Distributed		0.58 million
Unrealised Value		14.39 million
Total Value		14.97 million
Amount Distributed / Amount Called		0.0x
Total Value / Amount Called		1.1x

Strategy Level
Commitment to Portfolio



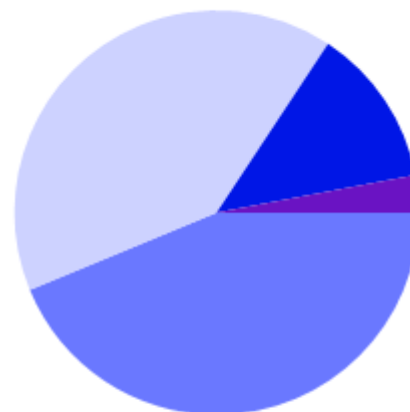
General - 76.37 %
Renewables - 23.83 %
Uncommitted - -0.20 %

Country
Invested in Underlying Investments



France - 46.35 %
Spain - 14.57 %
United Kingdom - 7.78 %
Finland - 7.47 %
Norway - 6.62 %
Southern Europe - 5.64 %
Sweden - 4.38 %
Italy - 2.97 %
Ireland - 2.27 %
United States - 1.94 %
Undefined - 0.00 %

GICS Level 1
Invested in Underlying Investments



Industrials - 43.76 %
Utilities - 40.63 %
Telecommunication Services - 12.76 %
Health Care - 2.97 %
Financials - 0.00 %

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Oxfordshire Pension Fund

Portfolio Summary (GBP)										
	Vintage	Ccy	Amount Committed	Amount Called	Percent Called	Unrealised Value	Realised Value	Total Value	Distributed / Called	Total / Called
General Funds										
Mirova Core Infrastructure Fund 02 <i>Western Europe, Core,</i>	2017	EUR	6,797,239	5,806,851	85.43%	6,418,947	180,359	6,599,307	0.0x	1.1x
StepStone B Infrastructure Fund <i>Global, Core,</i>	2020	GBP	31,385,000	2,984,558	9.51%	2,945,200	-	2,945,200	0.0x	1.0x
Subtotal: General Funds			38,182,239	8,791,409	47.47%	9,364,147	180,359	9,544,507	-	1.1x
Renewables Funds										
Capital Dynamics Clean Energy and Infrastructure VIII SCSp <i>United Kingdom, Core,</i>	2019	GBP	5,700,000	2,298,317	40.32%	2,498,880	86,315	2,585,195	0.0x	1.1x
Capital Dynamics Clean Energy Infrastructure VII-A, L.P. <i>United States, Core,</i>	2019	USD	3,638,009	1,556,192	42.78%	1,520,809	-	1,520,809	0.0x	1.0x
NTR Renewable Energy Infrastructure II <i>Western Europe, Greenfield,</i>	2018	EUR	2,596,514	1,181,361	45.50%	1,001,961	316,910	1,318,870	0.3x	1.1x
Subtotal: Renewables Funds			11,934,523	5,035,870	42.87%	5,021,649	403,225	5,424,874	-	1.1x
Total Portfolio			50,116,761	13,827,280	27.59%	14,385,797	583,585	14,969,381	-	1.1x

Portfolio Summary (Fund Currency)										
	Vintage	Ccy	Amount Committed	Amount Called	Percent Called	Unrealised Value	Realised Value	Total Value	Distributed / Called	Total / Called
General Funds										
Mirova Core Infrastructure Fund 02 <i>Western Europe, Core,</i>	2017	EUR	7,600,000	6,506,869	85.61%	7,085,876	206,949	7,292,825	0.0x	1.1x
StepStone B Infrastructure Fund <i>Global, Core,</i>	2020	GBP	31,385,000	2,984,558	9.50%	2,945,200	-	2,945,200	0.0x	1.0x
Renewables Funds										
Capital Dynamics Clean Energy and Infrastructure VIII SCSp <i>United Kingdom, Core,</i>	2019	GBP	5,700,000	2,298,317	40.32%	2,498,880	86,315	2,585,195	0.0x	1.1x
Capital Dynamics Clean Energy Infrastructure VII-A, L.P. <i>United States, Core,</i>	2019	USD	4,500,000	1,918,339	42.62%	1,885,955	-	1,885,955	0.0x	1.0x
NTR Renewable Energy Infrastructure II <i>Western Europe, Greenfield,</i>	2018	EUR	2,833,243	1,283,867	45.31%	1,106,064	371,364	1,477,429	0.3x	1.1x

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Oxfordshire Pension Fund

Private Equity

As of Jun 2020, Cycle 1 committed £289m in private equity (15% drawn down) and is in the investment phase. Overall, the portfolio stood at 1.05x and 7.4% IRR. The PE portfolio has no J-curve largely due to its investment in secondaries fund, Capital Dynamics Global Secondaries Fund V. This would change as other funds in the portfolio start to draw capital to make investments.

Cycle 1 is fortunate to be at the beginning of its investment stage when Covid-19 happened. Overall, the portfolio is relatively resilient with some underlying portfolio companies affected in the short term while other companies benefited. The full impact of Covid-19 would be clearer once the June 2020 NAV is available.

Due to Covid-19, NB Strategic Co-Investment Fund IV and NB Private Equity Impact Fund had requested extensions of 4 months and 6 months respectively to their fundraising timeline to accommodate potential LPs that required more time. The requests were approved.

During Q2 2020, the PM Team committed \$39.2m to a global secondaries fund, AlInvest Secondaries Fund VII, which is suited in the current environment. Cycle 1 is fully committed after this final investment and is within the target range in terms of fund type, investment stage and geography as set out in the scoping paper.

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Oxfordshire Pension Fund

Brunel - Private Equity

June 30 2020

Overview

All figures unless otherwise stated are in GBP

Total Commitments to Brunel Portfolio	100,000,000
Total Commitments to Portfolio Investments	103,830,261
As a percentage of Total Commitments to Brunel Portfolio	103.83%
Amount Invested	15,445,259
As a percentage of Total Committed to Portfolio Investments	14.88%
Amount Called	15,461,042
As a percentage of Total Committed to Portfolio Investments	14.89%
Number of Fund Investments	7

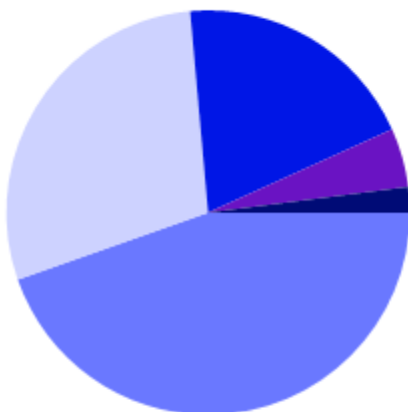
Performance

All figures unless otherwise stated are in GBP

Amount Called	15.46 million
Amount Distributed	0.07 million
Unrealised Value	15.93 million
Total Value	16.00 million
Amount Distributed / Amount Called	0.0x
Total Value / Amount Called	1.0x

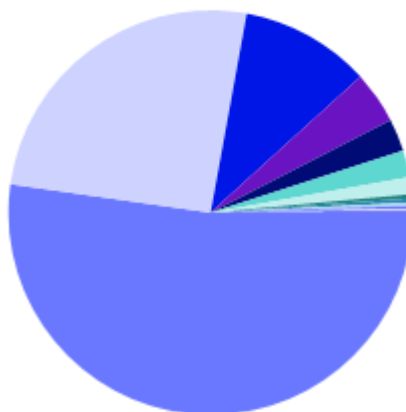
Strategy Level

Commitment to Portfolio



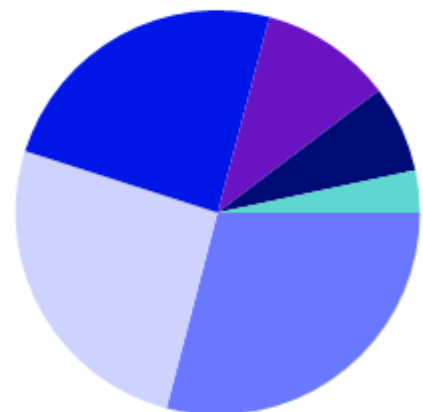
Country

Invested in Underlying Investments



GICS Level 1

Invested in Underlying Investments



Quarterly Report Overview

Oxfordshire Pension Fund

Portfolio Summary (GBP)										
	Vintage	Ccy	Amount Committed	Amount Called	Percent Called	Unrealised Value	Realised Value	Total Value	Distributed / Called	Total / Called
Buyout Funds										
Ardian LBO Fund 07 A	2019	EUR	11,465,593	3,186,854	27.79%	2,911,495	29,350	2,940,845	0.0x	0.9x
<i>Europe/North America,</i>										
Vespa Capital 03	2020	GBP	9,000,000	84,435	0.94%	45,205	-	45,205	0.0x	0.5x
<i>United Kingdom, Buyout,</i>										
Subtotal: Buyout Funds			20,465,593	3,271,289	14.37%	2,956,700	29,350	2,986,050	-	0.9x
Co-investment Funds										
NB PE Impact Fund	2018	USD	24,280,742	4,733,932	19.50%	4,519,812	-	4,519,812	0.0x	1.0x
<i>Global, Co-investment,</i>										
NB SCIOP IV	2019	USD	23,346,710	1,348,404	5.78%	1,312,062	-	1,312,062	0.0x	1.0x
<i>Global, Co-investment,</i>										
Subtotal: Co-investment Funds			47,627,453	6,082,336	12.64%	5,831,874	-	5,831,874	-	1.0x
Primary Funds										
Summit Europe Growth 03	2020	EUR	4,891,747	-	0.00%	-	-	-	-	-
<i>Western Europe, Growth,</i>										
Subtotal: Primary Funds			4,891,747	-	0.00%	-	-	-	-	-
Secondaries Funds										
AlpInvest Secondaries 07	2020	USD	11,370,051	-	0.00%	-	-	-	-	-
<i>Global, Secondaries,</i>										
Capital Dynamics Global Secondaries V (Feeder)	2018	USD	19,475,417	6,107,417	31.36%	7,142,023	39,670	7,181,693	0.0x	1.2x
<i>Global, Secondaries,</i>										
Subtotal: Secondaries Funds			30,845,468	6,107,417	15.68%	7,142,023	39,670	7,181,693	-	-
Total Portfolio			103,830,261	15,461,042	14.89%	15,930,597	69,020	15,999,618	-	1.0x

Portfolio Summary (Fund Currency)										
	Vintage	Ccy	Amount Committed	Amount Called	Percent Called	Unrealised Value	Realised Value	Total Value	Distributed / Called	Total / Called
Buyout Funds										
Ardian LBO Fund 07 A	2019	EUR	12,700,000	3,562,098	28.04%	3,213,999	32,966	3,246,966	0.0x	0.9x
<i>Europe/North America, Buyout,</i>										
Vespa Capital 03	2020	GBP	9,000,000	84,435	0.93%	45,205	-	45,205	0.0x	0.5x
<i>United Kingdom, Buyout,</i>										
Co-investment Funds										
NB PE Impact Fund	2018	USD	30,300,000	6,060,000	20.00%	5,605,019	-	5,605,019	0.0x	1.0x
<i>Global, Co-investment,</i>										
NB SCIOP IV	2019	USD	29,000,000	1,719,901	5.93%	1,627,088	-	1,627,088	0.0x	1.0x
<i>Global, Co-investment,</i>										
Primary Funds										
Summit Europe Growth 03	2020	EUR	5,400,000	-	0.00%	-	-	-	-	-
<i>Western Europe, Growth,</i>										

Quarterly Report Overview

Oxfordshire Pension Fund

Secondaries Funds

AlpInvest Secondaries 07	2020	USD	14,100,000	-	0.00%	-	-	-	-	-
<i>Global, Secondaries,</i>										
Capital Dynamics Global Secondaries V (Feeder)	2018	USD	24,400,000	7,822,695	32.06%	8,856,823	50,171	8,906,994	0.0x	1.2x
<i>Global, Secondaries,</i>										

Quarterly Report Overview

Oxfordshire Pension Fund

Secured Income

The M&G SPIF fund continues to trade and the fund's valuer has removed the Material Uncertainty Clause ('MUC') from 35% of the Fund's assets as at 30 June 2020. This is expected to rise to circa 55% during Q3 2020, as MUCs are removed from London office and institutional student accommodation assets.

Most of the Fund's valuations have remained stable over the year to date, but there has been a decline in the valuation of assets in the most impacted sectors (particularly the hotel and leisure sectors), resulting in a year to date Fund level capital value decline of 3.3%. SPIF has a high quality and diversified tenant base, with good rental cash flow visibility. However, two of the Fund's tenants – Travelodge and Buzz Bingo, together comprising 4.0% of the Fund by value – are undergoing corporate restructurings.

As Brunel is yet to be drawn down into the fund, the fall in capital value will not impact the performance of the Secured Income portfolio.

For the ASI LLP fund, 2Q rent collection reached 89.4% and it is expected that it will top 90% in due course. The remainder of the fund's tenants are on deferred rental arrangements or have moved to monthly payments (Marston's and Park Holidays). For 3Q (due 24th June), 65.6% has already been received and this figure is likely to increase over the next few weeks.

In terms of lifting the suspension, 58% of the fund's assets have had the MUC lifted, but the fund will need RICS to agree that there is sufficient valuation certainty to lift the MUC on Central London offices and to reduce 'long-lease' from 20 to 15 years (for investment grade assets) before the fund will have sufficient valuation clarity to be in a position to re-open.

For Greencoat, construction of the greenhouses continues to progress as expected. There has been progress at the Templeborough Biomass Power Plant, where the plant has continued to operate at 65% capacity and it looking unlikely that the plant will need to cease production due to fuel shortages because of the UK lockdown. There has been an increase in waste wood, and the plant is working closely with Stobart, its supplier, to revert to full capacity.

The Sleaford Renewable Energy plant acquisition was completed over the quarter and the onboarding process is going well. The commitment to the Greencoat Solar II LP, made by the fund in January 2020, is due to be drawn by year-end. An acquisition of a portfolio from Blackrock in May 2020 eliminates the queue ahead of Brunel's clients.

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Oxfordshire Pension Fund

Brunel - Secured Income		June 30 2020
Overview		All figures unless otherwise stated are in GBP
Total Commitments to Brunel Portfolio		60,000,000
Total Commitments to Portfolio Investments		60,000,000
As a percentage of Total Commitments to Brunel Portfolio		100.00%
Amount Invested		19,303,460
As a percentage of Total Committed to Portfolio Investments		32.17%
Amount Called		19,300,641
As a percentage of Total Committed to Portfolio Investments		32.17%
Number of Fund Investments		3

Performance		All figures unless otherwise stated are in GBP
Amount Called		19.30 million
Amount Distributed		0.17 million
Unrealised Value		19.26 million
Total Value		19.42 million
Amount Distributed / Amount Called		0.0x
Total Value / Amount Called		1.0x

Strategy Level
Commitment to Portfolio



■ Long Lease Property - 72.67 %
■ Operating Infrastructure - 27.33 %
■ Uncommitted - 0.00 %

Country
Invested in Underlying Investments



■ United Kingdom - 100.00 %

GICS Level 1
Invested in Underlying Investments



■ Energy - 57.48 %
■ Financials - 42.52 %

Quarterly Report Overview

Oxfordshire Pension Fund

Portfolio Summary (GBP)										
	Vintage	Ccy	Amount Committed	Amount Called	Percent Called	Unrealised Value	Realised Value	Total Value	Distributed / Called	Total / Called
Long Lease Property Funds										
ASI Long Lease Property Managed Fund	2003	GBP	22,000,000	2,903,460	13.20%	3,121,193	-	3,121,193	0.0x	1.1x
<i>United Kingdom, Long Lease</i>										
M&G Secured Property Income Fund	2007	GBP	21,600,000	-	0.00%	-	-	-	-	-
<i>United Kingdom, Long Lease</i>										
Subtotal: Long Lease Property Funds			43,600,000	2,903,460	6.60%	3,121,193	-	3,121,193	-	1.1x
Operating Infrastructure Funds										
Greencoast Renewable Income	2019	GBP	16,400,000	16,397,181	99.98%	16,134,331	167,874	16,302,206	0.0x	1.0x
<i>United Kingdom, Operating</i>										
Subtotal: Operating Infrastructure Funds			16,400,000	16,397,181	99.98%	16,134,331	167,874	16,302,206	-	1.0x
Total Portfolio			60,000,000	19,300,641	32.17%	19,255,524	167,874	19,423,398	-	1.0x