

FULFILMENT OF THE INVESTMENT COMMITTEE'S 2015 BUSINESS SCHEDULE

Terms of Reference	Actions	Outcomes	Fulfilled
<p>1. To provide strategic advice to Council on the University's investments.</p>	<p>At its first meeting of the year the Committee comprehensively reviewed the University's investment strategy and objectives in the context of sector conditions and outlook.</p>	<p>The Committee reported to Council meeting on 7 May 2015 on adjustments to investment strategy to address sector conditions and outlook.</p>	<p>Yes</p>
	<p>At each meeting the Committee reviewed the Strategic Asset Allocation of the University's investment pools and considered recommendations to rebalance allocations and to update investment objectives as appropriate.</p>	<p>The Committee:</p> <ul style="list-style-type: none"> • rebalanced the Long-Term Investment Pool to optimise investment performance and control risks • updated the objects of the Short-Term Investment Pool and set parameters for investments in alternative cash products • monitored the initial performance of the ESG Investment Pool • developed further options for a defensive investment strategy over and above the capacity to position the Long Term Investment Pool defensively. <p>The Committee provided advice to Council on these matter following each committee meeting.</p> <p>Council received a presentation by Mr Chris Trevillyan Frontier Advisors on the University's investments at its meeting on 10 September 2015.</p>	
	<p>In accordance with a standing resolution of Council the Committee determined the allocation of the annual transfer of funds into the Long Term Investment Pool</p>	<p>At its meeting on 11 November, the Committee considered proposals for the allocation of the funds and approved the investment split between Australian and international equities.</p>	
<p>2. To review and approve the University's Investment Management policy.</p>	<p>The Committee reviewed and updated the University's investment policy documents:</p> <ul style="list-style-type: none"> • Investment Guidelines (meetings 1, 2, 3) • Framework for the ESG Pool the Long Term Investment Pool (meeting 1 and 2) • Investment Management Policy (meeting 2). 	<p>The Committee holds a standing delegation from Council to approve the University's Investment Management policy.</p> <p>In accordance with this delegated authority the Committee approved investment policy changes and reported them to Council at the next available meeting.</p>	<p>Yes</p>

Terms of Reference	Actions	Outcomes	Fulfilled
<p>3. To oversee University investment performance pursuant to the Investment Management policy.</p>	<p>At each meeting the Committee reviewed the performance of:</p> <ul style="list-style-type: none"> • the Long Term Investment Pool • the Short Term Investment Pool • the Environmental Social and Governance Investment Pool. <p>The Committee considered annual reviews of the University's investment in and exposure to specific sectors.</p> <p>The Committee considered regular reviews of the performance of investment managers, including about any issues related to manager performance.</p>	<p>The Committee monitored the performance of investment in accordance with the Investment Management policy and associated documents and with regard to asset class benchmarks.</p> <p>Any variations from expected performance were analysed.</p> <p>Any issues arising were addressed, notably changes in strategy or personnel of investment managers and whether the mix of managers provided the University with optimum investment performance and control of risks.</p> <p>The committee considered prospective new investment strategies identified by Frontier Advisors (meeting 1, item 10.3) and; due diligence consideration associated with potential investment with Sands Capital Emerging Markets Fund (meetings 2, 3 and 4).</p>	<p>Yes</p>
<p>Administrative items</p>	<p>The Committee considered items from Council at each meeting, where relevant.</p>	<p>Noted Council items, in particular:</p> <ul style="list-style-type: none"> • updates to the Future Fund Guidelines upon the Minimum Fund Value being reached (meeting 3, 2015) • whether funds additional to the already approved \$15 m pa would be allocated for investment in the Future Fund to be allocated between the Long Term and ESG Investment Pools as determined by the Committee. 	<p>Yes</p>
	<p>The Committee conducted its biennial review and reported the outcomes to Council.</p>	<p>The Committee's direct reporting line to Council is working well.</p> <p>The 2015 review noted that quarterly meetings may be insufficient in future to address market volatility and that out of cycle resolutions should be used where threshold points for action are triggered, eg \$AUD depreciation</p>	
	<p>The Committee review its fulfilment of its 2015 business schedule and confirmed its 2016 business schedule.</p>	<p>Published on the University website following approval at meeting 4, 2015.</p>	

ACTIONS TAKEN BY THE INVESTMENT COMMITTEE IN 2015 UNDER DELEGATED AUTHORITY FROM COUNCIL

Authority	Held by	Actions	Reporting
To review and approve the University's Investment Management policy.	Investment Committee (Committee term of reference b)	<p>At its meeting on 31 March 2015 the Committee reviewed:</p> <ul style="list-style-type: none"> -the Investment Management policy -the Framework for the ESG Investment Pool -the Investment Guidelines. <p>At its meeting on 31 March 2015 the Committee approved amendments to:</p> <ul style="list-style-type: none"> -the Investment Management policy -the Framework for the ESG Investment Pool -the Investment Guidelines. <p>At its meeting on 12 August 2015 the Committee approved amendments to the Investment Guidelines regarding the transfer of funds from the Long- to the Short-Term Investment Pools as a holding measure or in exceptional circumstance on expert, independent advice.</p>	<p>Reported to Council 7 May 2015</p> <p>Reported to Council 9 July 2015</p> <p>Reported to Council 10 September 2015</p>
In accordance with a standing resolution of Council (Council minute 2014-4/16.3 the Committee has authority to determine the allocation of annual transfers into the Long Term Investment Pool	Investment Committee	At its meeting on 11 November 2015 the Committee will consider proposals for the allocation of funds.	Reported to Council 3 December 2015