



Investment Performance Review

The Board of Trustees (Board) reviewed the investment performance of the Fund to March 31, 2018. The table below summarises the total annualised Fund return (net of investment manager fees) over the last quarter and one-year periods.

	Quarter	One-Year
Total Fund	1.2%	10.3%
Benchmark	0.5%	6.6%
Value Added	0.7%	3.7%

The 1.2% quarterly return was 0.7% above benchmark due to strong performances from Canadian and Global small cap equities. The total Fund was up \$683 million year-over-year bringing the total value of the Fund to \$7.3 billion at March 31, 2018.

Governance and Administration Report

The Board reviewed and discussed a report outlining the governance and administration activities undertaken by the Plan's Administration since the last meeting. This report included an update on the scheduled member presentations, an update on upcoming Plan communications and an update on membership and pension statistics.

Investment Presentations

The Board received presentations from two of SHEPP's investment managers – Foyston, Gordon & Payne who manage large and small cap equity mandates, and Connor, Clark & Lunn who manage a large cap equity mandate.

The two managers:

- Reviewed their investment results;
- Discussed how conditions in their respective markets affected their investment strategies;
- Outlined their economic and market expectations; and
- Reported on how ESG factors are integrated into the investment decision making process.

Other Items

The Board also:

- Reviewed the first quarter 2018 financial report for the Plan;
- Reviewed and approved the 2017 draft Financial Statements and 2017 Audit findings;
- Reviewed and approved the draft 2017 Annual Report;
- Reviewed the Compensation Policy;
- Received an update on the 2017-2021 Strategic Plan for the first quarter of the year; and
- Received an updated 2018 Board Work Plan.

The next regular meeting of the Board will be held on June 20, 2018.