

24 June 2016

UNJSPF Response to Brexit:

The UK vote to leave the European Union (EU) is the latest in a series of actions, which is likely to result in continued volatility in global markets.

The response of the UNJSPF is close adherence to the Fund's Strategic Asset Allocation (SAA) policy which is shown in the next chart. This requires periodic rebalancing of the Fund as opportunities arise to make investments with attractive valuations.

| Strategic Asset Allocation Policy | | | | |
|-----------------------------------|---|---------|-------------|---------|
| Asset Classes | Benchmarks | Minimum | SAA Targets | Maximum |
| Global Equities | MSCI ACWI | 50% | 58.0% | 69% |
| Real Assets | NCREIF ODCE +100 bps | 3% | 9.0% | 10% |
| Alternative Investments | MSCI ACWI + 200 bps | 0% | 5.0 | 10% |
| Global Fixed Income | Barclays Global Aggregate Index | 19% | 26.5% | 37% |
| Cash & Equivalents | 50% 90-day U.S. T- bill and 50% 0-1-year Euro | 0% | 1.5% | 6% |
| Total | | | 100% | |

The UNJSPF is a relatively conservative pension fund with a long-term time horizon, and this enables us to weather market cycles. We are broadly diversified in high quality investments, many of which benefit during challenging markets. We believe the Fund is well positioned relative to its long-term sustainability goals, and we are holding the course.