

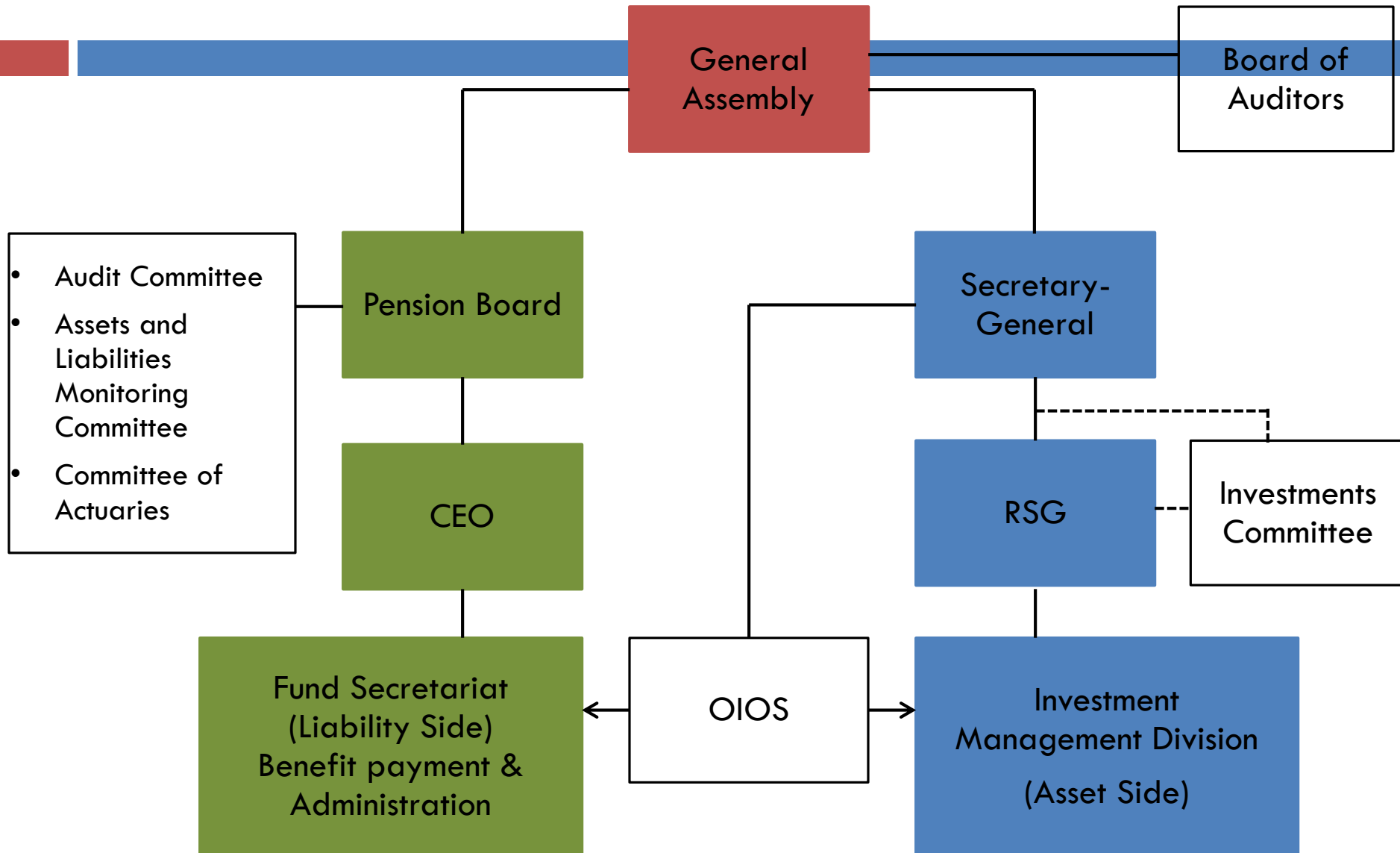


UNJSPF

Investment Management Division

June 2015 Update

UNJSPF – Simplified Governance Structure



Fund Objective

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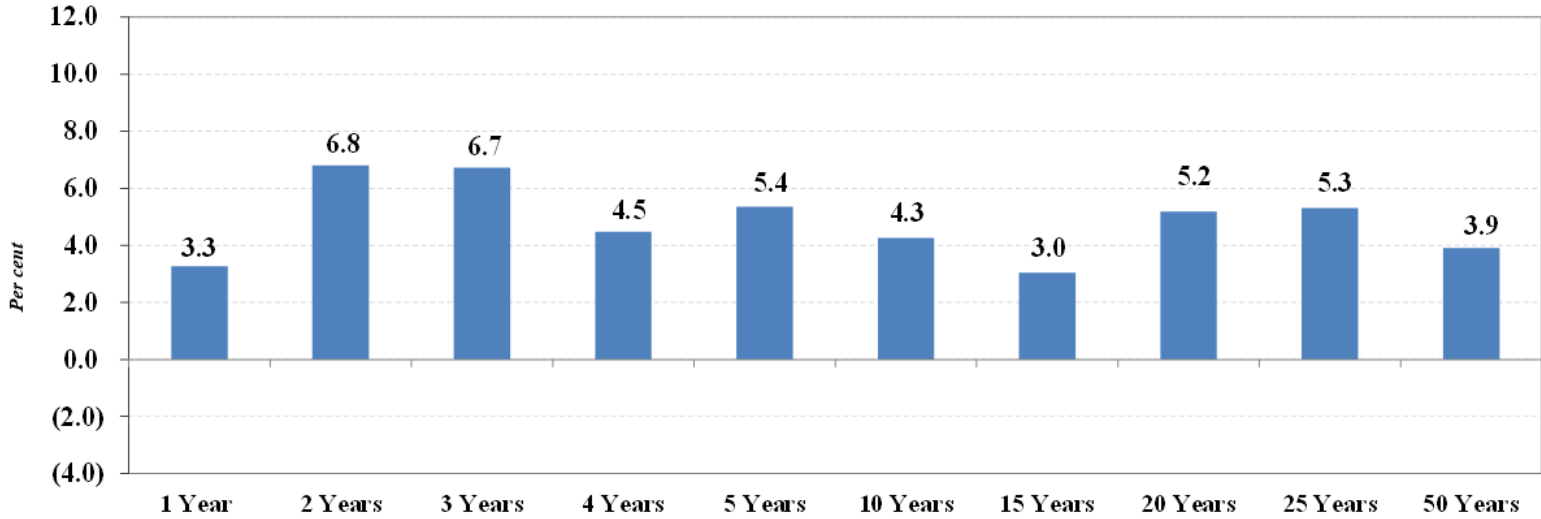
- 3.5% annualized real rate of return over the long-term
- Calculated by deducting inflation from the nominal return for a given year
 - Example: 6.5% nominal return – 3% inflation assumption = 3.5% real return
 - Currently, inflation, as measured by US CPI, is relatively low
- 3.5% may not be achieved each and every year
- 3.5% real return continues to be reasonable over time

Key Criteria

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- ❖ Safety
- ❖ Profitability
- ❖ Liquidity
- ❖ Convertibility

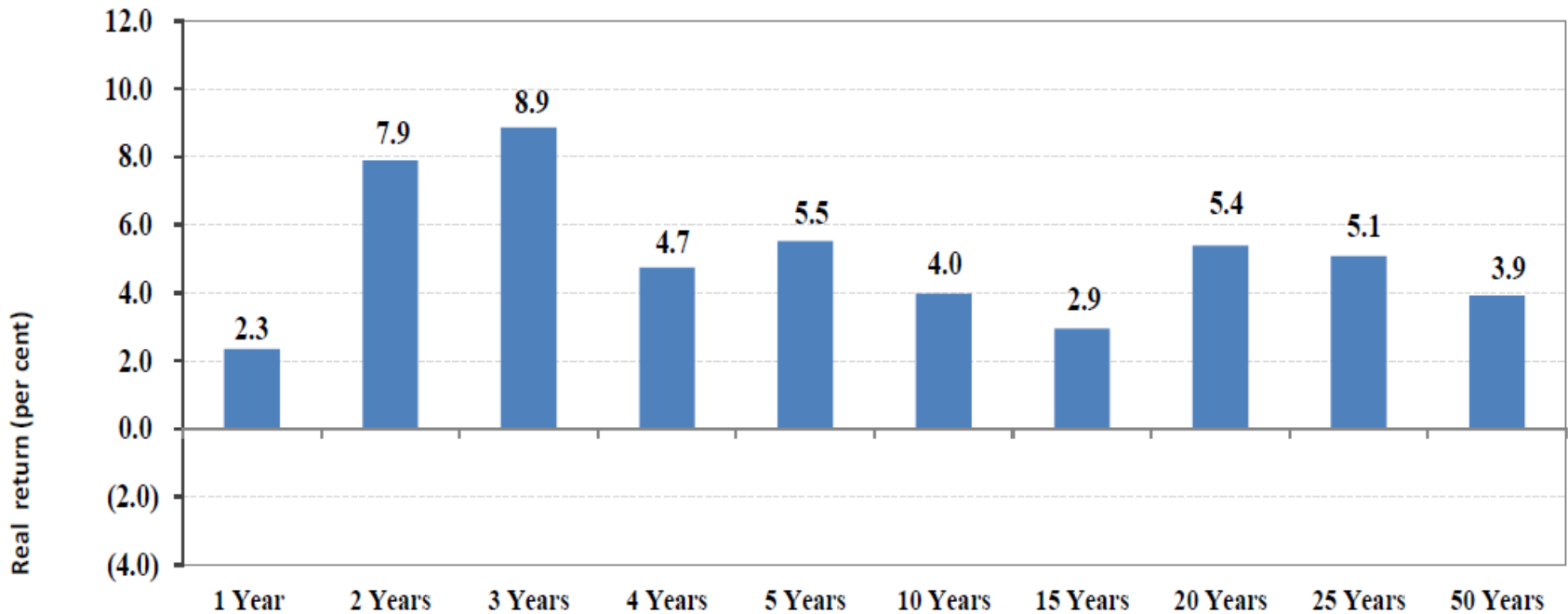
United Nations Joint Staff Pension Fund Real Return (inflation adjusted return) through 31 March 2015



Source: Preliminary data from Independent MRK Northern Trust.

United Nations Joint Staff Pension Fund Sustainable Real Return (inflation adjusted) through 31 December 2014

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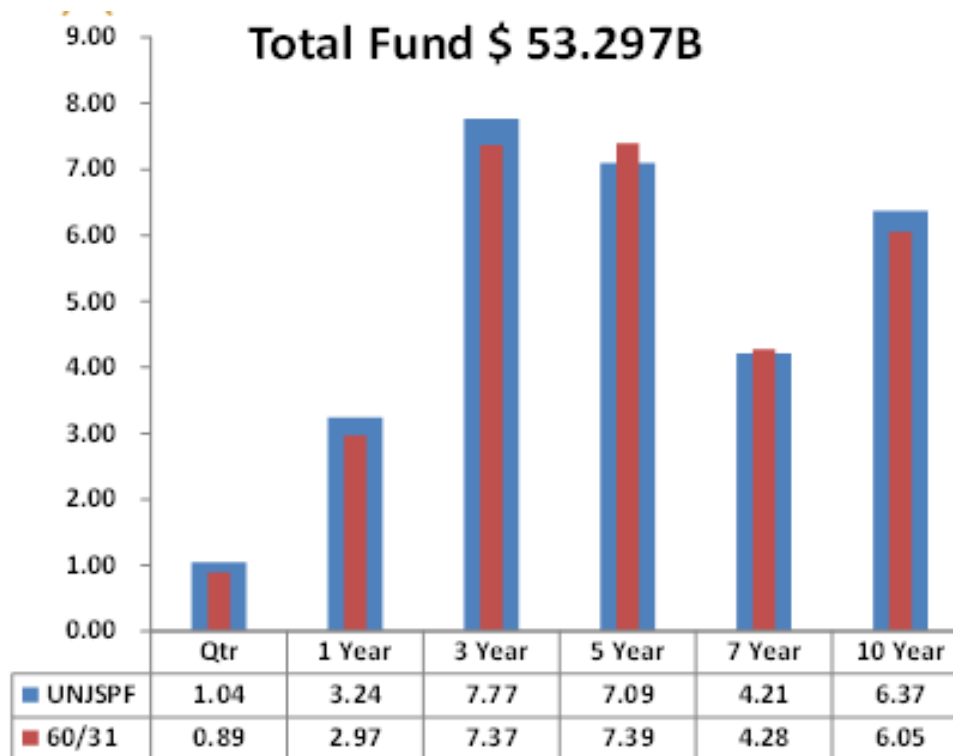
Source: Independent MRK - Northern Trust based on preliminary data as of 20 January 2015.

United Nations Joint Staff Pension Fund

Total Fund Nominal Returns

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For the 3 month period ending 31 March 2015



Source: Preliminary data from Independent MRK Northern Trust. Numbers reported as of 16 April 2015.

Fund update as of 18 June 2015

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- US\$54,601,730,727 Market Value of Assets
- 3.25% Year-to-date nominal return

Relatively Conservative

- We do not need to take as many risks as some other pension funds
- Our 3.5% real return objective is lower than the return target of many other pension plans
- Our funded status is strong, thanks to consistent success in meeting the 3.5% goal over the past 50 years

Asset Allocation

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- An Asset Liability Modeling (ALM) study is currently under way to determine updated target weightings for each asset class
- Current Strategic Asset Allocation policy:
 - ▣ 60% Global Equities
 - ▣ 31% Fixed Income
 - ▣ 6% Real Assets (mostly Real Estate)
 - ▣ 3% Cash & Equivalents

United Nations Joint Staff Pension Fund

Asset Allocation

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Market Value as of 29 May 2015:

USD \$54,233,285,915

Asset Classes	SAA ¹			TAA ²		Actual 29 May 2015
	Minimum	Target	Maximum	Minimum	Maximum	
Global Equities ³	50%	60%	70%	60%	65%	64.42%
Real Assets ⁴	3%	6%	9%	4%	6%	5.66%
Alternative Strategies ⁵	To be determined			2%	4%	2.96%
Global Fixed Income	24%	31%	38%	24%	27%	24.26%
Cash & Short-term	0%	3%	6%	3%	5%	2.70%
Total		100%				100%

^[1] SAA or Strategic Asset Allocation represents long-term asset allocation targets and ranges, and is currently under review.

^[2] TAA or Tactical Asset Allocation represents near-term asset allocation ranges.

^[3] Global Equities includes Public Equity (including REITs) and the Minimum Volatility strategy.

^[4] Real Assets includes Real Estate, Infrastructure, and Timberland.

^[5] Alternative Strategies includes Private Equity and Real Return strategies.

Improving Communications

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- ❑ Objective to be as transparent as possible
- ❑ Website improvements underway
- ❑ Open to input