



## **INVESTMENTS SUB-COMMITTEE**

### **Purpose**

On behalf of Finance and Estates Committee, to be responsible for the strategic oversight, management and governance of the School's Endowment and School Fund investment portfolios.

### **Terms of reference**

1. To supervise the management of those investment funds in accordance with the School's Investment Mandate and Policy, as approved by the Finance and Estates Committee from time to time
2. To approve, and review at least annually, the School's Investment Strategy, recommending any significant amendments to Finance and Estates Committee for approval
3. To approve the asset allocation and oversee the delivery of long-term return targets within the risk and liquidity boundaries approved by the Finance and Estates Committee
4. To monitor the performance of the investments against targets and benchmarks, and approve any tactical adjustments proposed by the School's Investment Advisers
5. To be responsible for the appointment and reappointment of the School's Investment Advisers and Managers. To recommend to Finance & Estates Committee and Council for approval the risk appetite for management of the investments portfolio and the Sub-Committee oversight arrangements of the appointed Investment Advisers and Managers.
6. To monitor the performance of the School's Investment Advisers and Managers annually and report the outcomes to Finance & Estates Committee.
7. To review the Investment Advisers and Managers appointment at intervals of not

more than five years.

8. To monitor the performance of Fund Managers appointed to manage the School's investments in accordance with agreed performance targets and their compliance with the School's ESG policy
9. To assure the compliance of investment decisions and activity with the School's Ethics Code and ESG Policy, conducting an annual review and reallocating any funds as appropriate, and to monitor opportunities for socially responsible investment consistent with agreed risk and return targets
10. To report the Annual Investment Review to Finance and Estates Committee
11. To tender advice as required to Council and to Finance and Estates Committee

### **Reporting**

The Investments Sub-Committee reports to Finance and Estates Committee. It also reports to Council if required.

### **Committee membership composition**

- Four External Members, one of whom will be Chair
- Two Academic Board nominees (with relevant expertise)
- One STICERD nominee
- Chief Financial Officer
- One LSESU nominee

### **Meeting attendees**

- External Advisors
- Investment Advisers
- Fund Managers
- Independent Investment Consultant
- Assistant Finance Director
- Committee secretary (from Governance Services)

(Other individuals may be invited to attend the meetings as business requires)

**Quorum**

At least half of the appointed membership (i.e. of those in post) with a minimum of two External members

**Frequency of meetings**

Investments Sub-Committee normally meets three/four times annually.

Approved by Council on 21 November 2023

Due for review Autumn Term 2024