

Which temporary adjustments has the Board made to the investments?

For the long term, the pension fund has adopted a strategic investment mix comprising a 45% protection portfolio and a 55% return portfolio. The liabilities' interest rate risk has also been hedged at 42%.

This current distribution is expected to provide returns that will allow the pension fund to fulfil its ambition in the long term. Financial market volatility can, however, cause the funding level to fall in the short term.

To reduce the risk of a short-term fall in funding level, Pensioenfonds PDN is temporarily investing more in the protection portfolio (52%) and less in the return portfolio (48%). Moreover, the fund is further reducing the interest rate risk by increasing the interest rate hedge to 75%. This reduces the risk of lower funding levels while still allowing the funding level to benefit from favourable financial market developments.