

# **Mercer QIF CCF**

**(excluding Mercer High Income UK Property CCF)**

(an open-ended umbrella common contractual fund with segregated liability between Sub-Funds excluding Mercer High Income UK Property CCF)

## **Annual Report and Audited Financial Statements**

*For the financial year ended 30 June 2020*

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**DIRECTORS OF THE ALTERNATIVE INVESTMENT FUND MANAGER**

Gráinne Alexander\*§  
Michael Dempsey\*\* (resigned 31 May 2020)  
Tom Finlay\*§  
Hooman Kaveh§  
Helen O'Beirne\*\* (appointed 13 January 2020)  
Liam Miley\*§ (appointed 13 May 2020)  
Carmel Jordan\*\* (appointed 31 May 2020)

**ALTERNATIVE INVESTMENT FUND MANAGER****Mercer Global Investments Management Limited**

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Dublin 2

**For the Sub-Funds named hereafter, no notification for distribution in Germany has been made so no units of these Sub-Funds may be publicly distributed to investors within the scope of the German Investment Act:**

Mercer Passive Global Equity CCF, Mercer Investment Fund 2, Mercer Investment Fund 3 CCF, Mercer Investment Fund 5 CCF, SH Pension Investment Fund, Mercer Investment Fund 10, Mercer Investment Fund 11, Mercer Investment Fund 12, Mercer Investment Fund 16.

The CCF may only be offered in Switzerland to qualified investors within the meaning of Article. 10 para 3 and 3ter CISA. The Prospectus, the Deed of Constitution of the CCF as well as the annual and semi-annual reports can be obtained free of charge from the representative agent in Switzerland, Mercer Alternatives AG, Kasernenstrasse 77b, 8004 Zurich, Switzerland. The paying agent of the CCF in Switzerland is NPB Neue Privat Bank AG, Limmatquai 1 / am Bellevue, P.O. Box, CH-8024 Zürich, Switzerland.

\* Independent Director.

\*\* Executive Director.

§ Non-executive Director.

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**Introduction**

The Sub-Funds of Mercer QIF CCF (the "CCF") are managed using a proprietary multi-manager investment strategy. This strategy involves allocating portions of the Sub-Funds to specialist third party managers or sub-advisors ("Sub-Investment Managers"), who are selected by Mercer Global Investments Europe Limited (the "Investment Manager") based on criteria for producing consistent superior returns and who, in aggregate, are most likely to achieve the overall objectives of the Sub-Fund. This report covers all Sub-Funds of the CCF excluding Mercer High Income UK Property CCF. A separate Annual Report and Audited Financial Statements as at 30 June 2020 has been prepared for this Sub-Fund.

Markets posted solid returns across most asset classes during Q3 2019 although we continued to see spikes in volatility over the quarter, with markets selling off heavily in August. This was amid renewed concerns of an impending recession sparked by the inversion of the US Treasury yield curve and the continued oscillation of trade tensions between the US and China. Pessimism on growth drove core Eurozone government bond yields to fall further over the course of Q3 2019, resulting in positive returns on long dated sovereign bonds. The US Federal Reserve cut interest rates twice during the quarter by 0.25 percentage points each at its meetings in July and September citing lower inflation expectations, and slowing economy and trade uncertainties. US Treasury yields also fell over the quarter on the back of these subdued inflation and slowing economic growth concerns.

Markets finished 2019 quite impressively. Q4 2019 was positive across a wide range of assets but equities shone in particular. Markets were encouraged as China and the US neared agreement on a "mini trade deal" in which America has cancelled upcoming tariffs on Chinese goods and reduced some existing tariffs. Falling interest rates and the loosening of monetary policy, particularly by the US Federal Reserve also played a role in boosting both equities and riskier bonds.

2020 has been a turbulent year for investors. Q2 2020 saw markets rebound strongly in response to massive government stimulus packages across the developed world. In a reversal of Q1 2020, Q2 was positive across almost all asset classes recouping much of the losses suffered during the first three months of the year.

The outbreak of Coronavirus ("COVID-19") put the global economy into a self-induced coma with factories, businesses and schools around the world closed to help prevent an uncontrolled spread of the disease. The US Federal Reserve implemented a number of emergency measures in an attempt to support liquidity in the markets including cutting benchmark interest rates close to zero, and launching a \$2 trillion stimulus package. Markets were comforted by the unprecedented financial stimulus package undertaken by the US Federal Reserve.

In Europe, Italy during Q1 became the new epicentre of the coronavirus outbreak. As cases spread throughout Europe, many other countries implemented their own lockdowns. As lockdowns relaxed over Q2, purchasing manager index numbers increased significantly as businesses prepared for an uptick in demand. Investors were further soothed by the European Commission's proposal for a new 7 year budget including a €750bn post COVID-19 recovery fund. The UK finds itself in a uniquely challenging backdrop as it tries to navigate through the fiendishly complex Brexit negotiations and simultaneously try to revive the economy in the wake of the coronavirus.

Emerging market equities struggled in Q1 as tight restrictions were put in place throughout China to try to contain the virus leading to the closure of factories and businesses. The effects of these closures rippled through other Asian economies. Emerging market equities did rebound in Q2, although not as strongly as their US counterparts. More than 80 economies have sought assistance from the International Monetary Fund ("IMF") in the aftermath of COVID-19 with depressed exports, falling commodity prices and an abrupt halt to the tourism industry all combining to create an incredibly challenging backdrop for emerging markets. In Brazil and Russia, a weaker dollar and improving commodity prices boosted returns. Oil prices recovered following OPEC and Russia's agreement to extend their deal cutting back on oil production until end July in a bid to shore up prices.

Core Eurozone government bond yields were generally lower over the course of Q2 2020, resulting in positive returns on long dated sovereign bonds. Corporate and high yield bonds were also boosted by the US Federal Reserve's market intervention. Credit spreads tightened over Q2 although the rally began to taper out towards the end of the quarter as investors were concerned over an uptick in coronavirus cases in the US. Emerging market debt returns were weaker than their developed counterparts in Q2 but benefited from a weaker dollar, recovering commodity prices and an improvement to risk sentiment.

**Mercer QIF CCF Overview**

All performance figures shown below are calculated by the Investment Manager using pricing from State Street Fund Services (Ireland) Limited (the "Administrator"). Figures shown are gross of the Investment Manager's fees, net of Sub-Investment Managers' fees and all other expenses including custody and administration costs depending on fund structure. Sub-Investment Manager figures are gross of all fees.

**Unit Class Investment Performance to 30 June 2020 (EUR)**

**Mercer Return Seeking Fund 1**

Portfolio	Performance over the Financial Year	
	Sub-Fund (%)	Benchmark (%)
Irish Life Investment Managers Limited - Large Cap Developed Equity <sup>(a)</sup>	4.7	4.3
Arrowstreet Capital, Limited Partnership - Small Cap Developed Equity	-3.9	-3.9
KBI Global Investors Ltd - Small Cap Developed Equity	-13.1	-3.9
Lazard Asset Management Limited - Small Cap Developed Equity	-4.9	-3.9
Dimensional Funds PLC - Emerging Markets Value Fund	-16.5	-2.0
Robeco Institutioneel - Emerging Market Fonds	-4.5	-2.0
Wells Fargo (Lux) Worldwide Fund - Emerging Markets Equity Fund	8.6	-2.0
<b>Mercer Return Seeking Fund 1</b>	<b>1.2</b>	<b>2.2</b>

Performance shown is in EUR terms.

The benchmark for the Sub-Fund is a composite benchmark calculated using monthly rebalanced target weights. Sub-Investment Manager performance figures above do not consider allocation weights.

<sup>(a)</sup> This mandate passively tracks the MSCI World Index EUR, unhedged and net of withholding taxes.

The Mercer Return Seeking Fund 1 underperformed the benchmark by 1.0% over the last year.

There were no Sub-Investment Manager changes during the period.

**Mercer Fundamental Indexation Global Equity CCF (Hedged)**

Sub-Investment Manager	Performance over the Financial Year	
	Sub-Fund (%)	Benchmark (%)
Irish Life Investment Managers Limited	4.5	4.3
<b>Mercer Fundamental Indexation Global Equity CCF (Hedged)</b>	<b>2.0</b>	<b>1.7</b>

Performance shown is in EUR terms.

The aggregate portfolio return is calculated using a EUR hedged unit class, whereas the underlying Sub-Investment Manager is unhedged.

The Sub-Fund passively tracks the MSCI World Diversified Multiple 3-Factor Select Index.

The Mercer Fundamental Indexation Global Equity CCF (Hedged) outperformed the benchmark by 0.3% over the last year.

There were no Sub-Investment Manager changes during the period.

**Mercer Passive Global Equity CCF**

Sub-Investment Manager	Performance over the Financial Year	
	Sub-Fund (%)	Benchmark (%)
Irish Life Investment Managers Limited	4.5	4.3
<b>Mercer Passive Global Equity CCF</b>	<b>5.0</b>	<b>4.3</b>

Performance shown is in EUR terms.

The Sub-Fund passively tracks the MSCI World Index (Net Dividends Reinvested) Index.

Underlying Sub-Investment Manager returns may differ to the overall portfolio return due to a small cash allocation within the overall portfolio.

The Mercer Passive Global Equity CCF outperformed the benchmark by 0.7% over the last year.

There were no Sub-Investment Manager changes during the period.

## Unit Class Investment Performance to 30 June 2020 (EUR) (continued)

## Mercer Investment Fund 2

Portfolio	Performance over the Financial Year
	Sub-Fund (%)
Alantra Asset Management (Formerly N+1)	-23.2
Alliance Bernstein Limited	-17.7
Barrow, Hanley, Mewhinney & Strauss LLC	-11.7
BlackRock Investment Management (UK) Limited	2.3
Cooke & Bieler, L.P	-2.8
Cornerstone Investment Partners LLC	-1.1
Deutsche Asset & Wealth Management	5.0
DSM Capital Partners, LLC	24.9
Edinburgh Partners Limited	-10.6
Henderson Global Investors Limited	-1.4
Hotchkis and Wiley Capital Management, LLC	-14.8
Independent Franchise Partners, LLP	14.5
Lansdowne Partners (UK) LLP	3.3
Legal & General Investment Management Limited - European Equity <sup>(a)</sup>	-8.0
Legal & General Investment Management Limited - European ESG Equity <sup>(a)</sup>	-4.8
Legal & General Investment Management Limited - US Equity <sup>(b)(d)</sup>	5.4
Pembroke Management Ltd	0.5
Pzena Investment Management, LLC	-19.6
Rice Hall James & Associates, LLC	3.7
Threadneedle Asset Management Ltd	3.3
Wellington Management International Ltd	1.8
Baillie Gifford Investment Management (Europe) Limited <sup>(c)</sup>	25.8
Montanaro Asset Management Limited <sup>(c)</sup>	11.8
Ownership Capital B.V. <sup>(c)</sup>	9.1
<b>Mercer Investment Fund 2</b>	<b>1.2</b>

Performance shown is in EUR terms.

Sub-Investment Manager performance figures above do not consider allocation weights.

<sup>(a)</sup> Performance shown since inception. Inception date taken as 31 October 2019 for performance measurement purposes.

<sup>(b)</sup> Performance shown since inception. Inception date taken as 31 August 2019 for performance measurement purposes.

<sup>(c)</sup> Performance shown since inception. Inception date taken as 29 February 2020 for performance measurement purposes.

<sup>(d)</sup> This mandate passively tracks the Russell 3000 Index, net of withholding taxes.

The Mercer Investment Fund 2 returned 1.2% over the last year.

Over the one year period, the Sub-Fund terminated State Street Global Advisors Limited, Falcon Point Capital, LLC and Monarch Partners Asset Management, LLC and appointed Legal & General Investment Management Limited - European Equity, Legal & General Investment Management Limited - European ESG Equity, Legal & General Investment Management Limited - US Equity, Baillie Gifford Investment Management (Europe) Limited, Montanaro Asset Management Limited and Ownership Capital B.V. as Sub-Investment Managers.

**Unit Class Investment Performance to 30 June 2020 (EUR) (continued)**

**Mercer Investment Fund 5 CCF**

Portfolio	Performance over the Financial Year	
	Sub-Fund (%)	Benchmark (%)
Mercer Passive Emerging Markets Equity Fund	-2.1	-2.0
Mercer Passive Global Equity UCITS CCF (Hedged)	1.8	1.6
BlackRock - iShares UK Credit Bond Index Fund	6.6	6.4
BlackRock - iShares US Corporate Bond Index Fund	6.7	6.7
BlackRock - iShares Euro Credit Bond Index Fund	0.6	0.5
BlackRock - iShares Developed Real Estate Index Sub-Fund	-14.9	-15.1
Mercer Passive Global REITS UCITS CCF (Hedged) <sup>(a)</sup>	1.0	1.2
Mercer Diversified Growth Fund (Hedged) <sup>(a)</sup>	0.1	0.0
<b>Mercer Investment Fund 5 CCF</b>	<b>1.0</b>	<b>0.7</b>

Performance shown is in EUR terms.

The benchmark for the Sub-Fund is a composite benchmark calculated using monthly rebalanced target weights.

Sub-Investment Manager performance figures above do not consider allocation weights.

<sup>(a)</sup> Performance shown since inception. Inception date taken as 24 June 2020 for performance measurement purposes.

The Mercer Investment Fund 5 CCF outperformed the benchmark by 0.3% over the last year.

Over the one year period, the Sub-Fund invested in Mercer Passive Global REITS UCITS CCF (Hedged) and Mercer Diversified Growth Fund (Hedged).

**Unit Class Investment Performance to 30 June 2020 (GBP)**

**Mercer Fundamental Indexation Global Equity CCF (Hedged)**

Sub-Investment Manager	Performance over the Financial Year	
	Sub-Fund (%)	Benchmark (%)
Irish Life Investment Managers Limited	6.2	6.0
<b>Mercer Fundamental Indexation Global Equity CCF (Hedged)</b>	<b>1.8</b>	<b>2.1</b>

Performance shown is in GBP terms.

The aggregate portfolio return is calculated using a GBP hedged unit class, whereas the underlying Sub-Investment Manager is unhedged.

The Sub-Fund passively tracks the MSCI World Diversified Multiple 3-Factor Select Index.

The Mercer Fundamental Indexation Global Equity CCF (Hedged) underperformed the benchmark by 0.3% over the last year.

There were no Sub-Investment Manager changes during the period.



**Unit Class Investment Performance to 30 June 2020 (GBP) (continued)**

**Mercer Passive Global Equity CCF (Hedged)**

Sub-Investment Manager	Performance over the Financial Year	
	Sub-Fund (%)	Benchmark (%)
Irish Life Investment Managers Limited	6.2	5.9
<b>Mercer Passive Global Equity CCF (Hedged)</b>	<b>1.3</b>	<b>1.9</b>

Performance shown is in GBP terms.

The aggregate portfolio return is calculated using a GBP hedged unit class, whereas the underlying Sub-Investment Manager is unhedged.

The Sub-Fund passively tracks the MSCI World Index (Net Dividends Reinvested) Index.

Underlying Sub-Investment Manager returns may differ to the overall portfolio return due to a small cash allocation within the overall portfolio.

The Mercer Passive Global Equity CCF (Hedged) underperformed the benchmark by 0.6% over the last year.

There were no Sub-Investment Manager changes during the period.

**Mercer Investment Fund 3 CCF**

Portfolio	Performance over the Financial Year
	Sub-Fund (%)
Insight Investment Management (Global) Limited - Hedge Sub-Portfolio	19.9
Insight Investment Management (Global) Limited - Synthetic Exposure Sub-Portfolio	83.7
Royal London Asset Management	6.8
Mercer Tailored Credit Fund <sup>(a)</sup>	0.5
Mercer Absolute Return Fixed Income Fund	1.6
Mercer Select Alternatives Strategies <sup>(b)</sup>	1.5
Mercer Multi-Asset Credit Fund <sup>(b)</sup>	10.8
<b>Mercer Investment Fund 3 CCF</b>	<b>10.8</b>

Performance shown is in GBP terms.

Sub-Investment Manager performance figures above do not consider allocation weights.

<sup>(a)</sup> Performance shown since inception. Inception date taken as 10 June 2020 for performance measurement purposes.

<sup>(b)</sup> Performance shown since inception. Inception date taken as 31 March 2020 for performance measurement purposes.

The Mercer Investment Fund 3 CCF returned 10.8% over the last year.

Over the one year period, the Sub-Fund disinvested from Mercer Passive Global Equity Fund and terminated the Insight Investment Management (Global) Limited - Equity Option Sub-Portfolio Sub-Investment Manager mandate. Over the one year period, the Sub-Fund invested in Mercer Tailored Credit Fund, Mercer Select Alternatives Strategies and Mercer Multi-Asset Credit Fund.

## Unit Class Investment Performance to 30 June 2020 (GBP) (continued)

## Mercer Investment Fund 10

Portfolio	Performance over the Financial Year
	Sub-Fund (%)
Henderson Global Investors Limited	9.5
M&G Investment Management Limited - Corporate Bonds	7.6
PGIM Limited - Corporate Bonds	4.9
Investec Funds Series IV - Emerging Markets Equity Fund	-1.2
T. Rowe Price Funds SICAV - Emerging Markets Equity Fund	2.3
Insight Investment Management (Global) Limited - LDI	36.0
Legal & General Investment Management Limited <sup>(a)</sup>	6.2
AXA IM - Secured Finance Fund I <sup>(b)</sup>	-3.1
Insight Investment Management (Global) Limited - Secured Finance	-2.7
Mercer Absolute Return Fixed Income Fund (Hedged)	1.8
MGI UK Cash Fund	0.5
<b>Mercer Investment Fund 10</b>	<b>12.9</b>

Performance shown is in GBP terms.

Sub-Investment Manager performance figures above do not consider allocation weights.

<sup>(a)</sup> This mandate passively tracks the FTSE Developed Index, net of withholding taxes.

<sup>(b)</sup> Performance is net of all fees.

The Mercer Investment Fund 10 returned 12.9% over the last year.

Over the one year period, the Sub-Fund terminated Copper Rock Capital Partners LLC - Small Cap Equity.

## Mercer Investment Fund 11

Portfolio	Performance over the Financial Year
	Sub-Fund (%)
Henderson Global Investors Limited	9.5
M&G Investment Management Limited - Corporate Bonds	7.7
PGIM Limited - Corporate Bonds	5.0
Investec Funds Series IV - Emerging Markets Equity Fund	-1.2
T. Rowe Price Funds SICAV - Emerging Markets Equity Fund	2.3
Insight Investment Management (Global) Limited - LDI	27.2
Legal & General Investment Management Limited <sup>(a)</sup>	6.2
AXA IM - Secured Finance Fund I <sup>(b)</sup>	-3.1
Insight Investment Management (Global) Limited - Secured Finance	-2.7
Mercer Absolute Return Fixed Income Fund (Hedged)	1.6
MGI UK Cash Fund	0.5
Mercer Global Small Cap Equity Fund <sup>(c)</sup>	2.6
<b>Mercer Investment Fund 11</b>	<b>10.6</b>

Performance shown is in GBP terms.

Sub-Investment Manager performance figures above do not consider allocation weights.

<sup>(a)</sup> This mandate passively tracks the FTSE Developed Index, net of withholding taxes.

<sup>(b)</sup> Performance is net of all fees.

<sup>(c)</sup> Performance shown since inception. Inception date taken as 31 May 2020 for performance measurement purposes.

The Mercer Investment Fund 11 returned 10.6% over the last year.

Over the one year period, the Sub-Fund terminated Copper Rock Capital Partners LLC - Small Cap Equity and invested in Mercer Global Small Cap Equity Fund.

## Unit Class Investment Performance to 30 June 2020 (GBP) (continued)

## Mercer Investment Fund 12

Portfolio	Performance over the Financial Year	
	Sub-Fund (%)	
Henderson Global Investors Limited	9.6	
M&G Investment Management Limited - Corporate Bonds	7.7	
PGIM Limited- Corporate Bonds	4.9	
Investec Funds Series IV - Emerging Markets Equity Fund	-1.2	
T. Rowe Price Funds SICAV - Emerging Markets Equity Fund	2.3	
Insight Investment Management (Global) Limited – LDI	35.6	
Legal & General Investment Management Limited <sup>(a)</sup>	6.2	
AXA IM - Secured Finance Fund I <sup>(b)</sup>	-3.1	
Insight Investment Management (Global) Limited - Secured Finance	-2.7	
Mercer Absolute Return Fixed Income Fund (Hedged)	1.6	
MGI UK Cash Fund	0.5	
Mercer Global Small Cap Equity Fund <sup>(c)</sup>	2.6	
<b>Mercer Investment Fund 12</b>	<b>12.0</b>	

Performance shown is in GBP terms.

Sub-Investment Manager performance figures above do not consider allocation weights.

<sup>(a)</sup> This mandate passively tracks the FTSE Developed Index, net of withholding taxes.

<sup>(b)</sup> Performance is net of all fees.

<sup>(c)</sup> Performance shown since inception. Inception date taken as 31 May 2020 for performance measurement purposes.

The Mercer Investment Fund 12 returned 12.0% over the last year.

Over the one year period, the Sub-Fund terminated Copper Rock Capital Partners LLC - Small Cap Equity and invested in Mercer Global Small Cap Equity Fund.

## Unit Class Investment Performance to 30 June 2020 (USD)

## Mercer Investment Fund 16

Portfolio	Performance over the Financial Year	
	Sub-Fund (%)	Benchmark (%)
AXA Investment Managers UK Limited	6.9	6.3
PGIM Limited	8.0	6.3
UBS Asset Management (UK) Ltd	3.6	4.0
<b>Mercer Investment Fund 16</b>	<b>5.0</b>	<b>4.9</b>

Performance shown is in USD terms.

The benchmark for the total fund is a composite of 70% MSCI World ACWI Index and 30% Barclays custom BM.

Sub-Investment Manager performance figures above do not consider allocation weights.

The Mercer Investment Fund 16 performed in line with the benchmark over the last year.

There were no changes to the list of underlying holdings into which the Sub-Fund invested during the period.

## Unit Class Investment Performance to 30 June 2020 (SEK)

## SH Pension Investment Fund

Portfolio	Performance over the Financial Year
	Sub-Fund (%)
Mercer Global Small Cap Equity Fund	-1.5
Mercer Global High Yield Fund (SEK Hedged)	-1.6
Mercer Short Duration Global Bond 1 Fund (SEK Hedged)	1.3
Mercer Low Volatility Equity Fund <sup>(a)</sup>	-7.7
Mercer Global Listed Infrastructure Fund <sup>(a)</sup>	-12.1
Mercer Short Duration Global Bond 2 Fund (SEK Hedged) <sup>(b)</sup>	1.7
Mercer Absolute Return Fixed Income Fund <sup>(b)</sup>	5.7
Mercer Global Buy & Maintain Credit Fund (SEK Hedged) <sup>(b)</sup>	8.4
Mercer Fundamental Indexation Global Equity CCF <sup>(b)</sup>	10.4
ODIN Sverige A	27.3
Mercer Passive Emerging Markets Equity Fund <sup>(c)</sup>	11.0
Mercer Passive Global Listed Infrastructure UCITS CCF <sup>(b)</sup>	3.7
Mercer Passive Low Volatility Equity UCITS CCF <sup>(b)</sup>	3.5
<b>SH Pension Investment Fund</b>	<b>5.0</b>

Performance shown is in SEK terms.

Sub-Investment Manager performance figures above do not consider allocation weights.

<sup>(a)</sup> Performance shown since inception. Inception date taken as 31 December 2019 for performance measurement purposes.

<sup>(b)</sup> Performance shown since inception. Inception date taken as 31 March 2020 for performance measurement purposes.

The SH Pension Investment Fund returned 5.0% over the last year.

Over the one year period, the Sub-Fund disinvested from MGI Emerging Markets Equity Fund, AB SICAV I - Global Core Equity Portfolio, Morgan Stanley Investment Funds - Global Opportunity Fund, Vontobel Funds - Global Equity, Mercer UCITS Alternatives Strategies (Hedged), Standard Life Investments Global SICAV - Global Corporate Bond Fund, Cliens Strategisk Allokering and Pareto Global Corporate Bond and invested in Mercer Short Duration Global Bond 2 Fund (SEK Hedged), Mercer Absolute Return Fixed Income Fund, Mercer Global Buy & Maintain Credit Fund SEK Hedged, Mercer Fundamental Indexation Global Equity CCF, ODIN Sverige A, Mercer Low Volatility Equity Fund, Mercer Global Listed Infrastructure Fund, Mercer Passive Emerging Markets Equity Fund, Mercer Passive Global Listed Infrastructure UCITS CCF and Mercer Passive Low Volatility Equity UCITS CCF. During the same period the Sub-Fund invested and disinvested from MGI Emerging Markets Debt Fund.

**Market Outlook**

It remains difficult to predict the magnitude of the intermediate-term impact the COVID-19 pandemic will have on global growth, but we may have seen the low point in economic activity during Q2 2020.

The path forward will depend largely on whether the virus is contained or merely controlled, whether fiscal support will be sufficient, any potential rebound in business investment, and whether behavioural changes will drive structural changes to economies.

In the US, the Federal Reserve indicated that short-term rates will likely remain near zero through 2022. The US Federal Reserve also pledged to continue its bond buying programs for the foreseeable future. While some aspects of the CARES Act are set to expire in July, it seems likely that Congress will be able to reach agreement on extending certain provisions given upcoming elections in November. The EU announced the creation of a recovery fund, which could be an important step toward a fiscal union that should reduce the odds of future sovereign debt crises in Europe. The Bank of England increased the size of its quantitative easing program and the UK announced an additional fiscal stimulus package in early July 2020. Japan announced further spending initiatives on top of an already large fiscal platform.

Fiscal and monetary measures have been necessary for cushioning the impact for households and avoiding financial contagion.

We believe that the global economy is likely to get back to pre-coronavirus levels in late 2021 although significant risks remain.

**Mercer Global Investments Europe Limited**

Charlotte House  
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September 2020

The Alternative Investment Fund Manager ("AIFM") is responsible for preparing the financial statements of Mercer High Income UK Property CCF\*, Mercer Return Seeking Fund 1, Mercer Fundamental Indexation Global Equity CCF, Mercer Passive Global Equity CCF, Mercer Investment Fund 2, Mercer Investment Fund 3 CCF, Mercer Investment Fund 5 CCF, SH Pension Investment Fund, Mercer Investment Fund 10, Mercer Investment Fund 11, Mercer Investment Fund 12, and Mercer Investment Fund 16 (collectively the "Sub-Funds") of Mercer QIF CCF (the "CCF"), in accordance with applicable law and regulations.

Irish law requires the AIFM of the CCF to prepare financial statements for each financial year. The AIFM has elected to prepare the financial statements in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union ("EU") and applicable law.

The financial statements are required to give a true and fair view of the assets, liabilities and financial position of the Sub-Funds of the CCF and of its change in net assets attributable to holders of redeemable participating units/equity units for that period. In preparing these financial statements, the AIFM is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the Sub-Funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the Sub-Funds or to cease operations, or have no realistic alternative but to do so.

The AIFM is responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the Sub-Funds and enable it to ensure that the financial statements are prepared in accordance with the Deed of Constitution, the Investment Funds, Companies and Miscellaneous Provisions Act 2005, as amended. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Sub-Funds. In this regard they have entrusted the assets of the Sub-Funds to a depository for safe-keeping. They are responsible for such internal controls as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and to prevent and detect fraud and other irregularities.

\*Mercer High Income UK Property CCF is a Sub-Fund of Mercer QIF CCF, a separate annual report and audited financial statements have been prepared for this Sub-Fund.

**On behalf of the Directors of the AIFM**

**Tom Finlay** \_\_\_\_\_  
**Director**

**Liam Miley** \_\_\_\_\_  
**Director**

16 November 2020

We have enquired into the conduct of Mercer Global Investments Management Limited (“MGIM”), as the authorised Alternative Investment Fund Manager (the “AIFM”) in respect of Mercer Return Seeking Fund 1, Mercer Fundamental Indexation Global Equity CCF, Mercer Passive Global Equity CCF, Mercer Investment Fund 2, Mercer Investment Fund 3 CCF, Mercer Investment Fund 5 CCF, SH Pension Investment Fund, Mercer Investment Fund 10, Mercer Investment Fund 11, Mercer Investment Fund 12 and Mercer Investment Fund 16 (collectively the “Sub-Funds”) of Mercer QIF CCF (the “CCF”), the authorised Alternative Investment Fund (“AIF”), for the financial year ended 30 June 2020 in our capacity as Depositary to the AIF.

This report including the opinion has been prepared for and solely for the Unitholders in the AIF as a body, in accordance with the Central Bank’s AIF Rulebook and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown.

### **Responsibilities of the Depositary**

Our duties and responsibilities are outlined in Regulation 22(7)(8)&(9) of European Union (Alternative Investment Fund Managers Directive) Regulations 2013 as amended (the “Regulations”) and the AIF Rulebook. One of those duties is to enquire into the conduct of the AIFM in each annual accounting period and report thereon to the Unitholders.

Our report shall state whether, in our opinion, the AIF has been managed in that financial year in accordance with the provisions of AIF’s constitutional documentation and the AIF Rulebook. It is the overall responsibility of the AIFM to comply with these provisions. If the AIFM has not so complied, we as Depositary must state why this is the case and outline the steps which we have taken to rectify the situation.

### **Basis of Depositary opinion**

The Depositary conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties as outlined in Regulation 22(7)(8)&(9) of the Regulations, and to ensure that, in all material respects, the AIF has been managed:

- (i) in accordance with the limitations imposed on its investment and borrowing powers by the provisions of its constitutional documentation and the appropriate regulations; and
- (ii) otherwise in accordance with the AIF’s constitutional documentation and the appropriate regulations.

### **Opinion**

In our opinion, the AIF has been managed during the financial year, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the authorised AIF by the constitutional document and by the Central Bank under the powers granted to the Central Bank by the investment fund legislation; and
- (ii) otherwise in accordance with the provisions of the constitutional document and the investment fund legislation.

### **State Street Custodial Services (Ireland) Limited**

78 Sir John Rogerson’s Quay  
Dublin 2  
Ireland

16 November 2020

	Fair value 30 June 2020 €	% of Net assets 30 June 2020	Fair value 30 June 2019 €	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 99.12%)</b>				
<b>Securities (2019: 83.69%)</b>				
<b>Equities (2019: 83.69%)</b>				
Australia	43,186,563	1.81	50,467,785	2.17
Austria	2,517,942	0.11	2,921,636	0.13
Belgium	5,637,366	0.24	5,707,889	0.25
Bermuda	1,872,512	0.08	2,237,953	0.10
Brazil	990,786	0.04	1,043,978	0.04
Canada	69,581,896	2.91	76,442,392	3.29
China	234,840	0.01	1,276,314	0.05
Denmark	15,475,601	0.65	12,763,472	0.55
Finland	7,704,070	0.32	7,499,619	0.32
France	55,801,447	2.34	63,157,699	2.72
Germany	51,534,604	2.16	54,372,988	2.34
Greece	-	-	253,845	0.01
Hong Kong	19,016,697	0.80	24,257,461	1.05
India	699,588	0.03	-	-
Ireland	32,749,285	1.37	27,171,430	1.17
Isle of Man	181,575	0.01	162,340	0.01
Israel	4,309,966	0.18	4,647,125	0.20
Italy	16,785,377	0.70	18,184,674	0.78
Japan	174,151,522	7.29	167,875,302	7.23
Luxembourg	5,051,274	0.21	4,909,622	0.21
Macau	550,765	0.02	741,722	0.03
Netherlands	35,119,842	1.48	31,684,762	1.37
New Zealand	1,615,296	0.07	1,651,780	0.07
Norway	4,079,501	0.17	6,895,444	0.30
Panama	272,115	0.01	760,831	0.03
Peru	-	-	56,971	-
Portugal	825,328	0.03	1,600,519	0.07
Puerto Rico	338,327	0.01	1,083,024	0.05
Qatar	-	-	82,480	-
Singapore	6,739,396	0.28	7,987,859	0.34
South Korea	2,546,328	0.11	1,161,655	0.05
Spain	13,591,418	0.57	18,146,017	0.78
Sweden	22,148,654	0.93	20,121,821	0.87
Switzerland	63,216,284	2.65	60,825,406	2.62
Turkey	1,853,318	0.08	-	-
United Kingdom	91,974,168	3.85	122,272,011	5.27
United States	1,230,633,601	51.51	1,142,199,377	49.22
<b>Total equities</b>	<b>1,982,987,252</b>	<b>83.03</b>	<b>1,942,625,203</b>	<b>83.69</b>
<b>Total securities</b>	<b>1,982,987,252</b>	<b>83.03</b>	<b>1,942,625,203</b>	<b>83.69</b>

**Collective investment schemes (2019: 14.87%)**

	Units	Fair value €	% of Net assets
<b>Ireland (2019: 5.13%)</b>			
Dimensional Funds Plc - Emerging Markets Value Fund	6,702,691	124,737,085	5.22
<b>Luxembourg (2019: 4.50%)</b>			
Wells Fargo Lux Worldwide Fund - Emerging Markets Equity Fund	1,059,156	114,431,196	4.79



**Mercer QIF CCF**  
**Mercer Return Seeking Fund 1**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

						Units	Fair value €	% of Net assets
<b>Financial assets at fair value through profit or loss (2019: 99.12%) (continued)</b>								
<b>Collective investment schemes (2019: 14.87%) (continued)</b>								
<b>Netherlands (2019: 5.19%)</b>								
						1,096,671	124,757,331	5.22
						-	915,729	0.05
<b>United States (2019: 0.05%)</b>								
<b>Total collective investment schemes</b>							<b>364,841,341</b>	<b>15.28</b>
<b>Financial derivative instruments (2019: 0.56%)</b>								
<b>Open forward foreign currency contracts (2019: 0.55%)</b>								
Currency buy		Buy amount	Currency sell	Sell amount	Contract date		Unrealised gain €	% of Net assets
AUD	3*	780,000	EUR	466,561	13/08/2020		11,248	-
CHF	2*	279,048	EUR	258,526	06/07/2020		3,684	-
DKK	2*	441,283	EUR	59,187	06/07/2020		20	-
EUR	3*	19,571	CAD	29,746	02/07/2020		126	-
EUR	3*	16,452	CAD	25,177	28/07/2020		2	-
EUR	3*	32,922	GBP	29,404	03/07/2020		574	-
EUR	2*	40,785,706	GBP	36,714,879	06/07/2020		397,261	0.02
EUR	3*	47,681	GBP	42,087	09/07/2020		1,385	-
EUR	3*	67,821	GBP	60,605	13/08/2020		1,192	-
EUR	3*	13,896	GBP	12,387	17/07/2020		271	-
EUR	3*	5,268	GBP	4,714	23/07/2020		84	-
EUR	3*	8,716	GBP	7,877	31/07/2020		54	-
EUR	3*	2,722	GBP	2,438	04/08/2020		41	-
EUR	3*	10,993	HKD	95,532	06/07/2020		19	-
EUR	2*	9,286,749	HKD	80,194,105	06/07/2020		74,934	-
EUR	3*	6,678	HKD	56,960	16/07/2020		137	-
EUR	2*	73,617,150	JPY	8,825,286,878	06/07/2020		786,750	0.03
EUR	3*	130,131	JPY	15,590,000	13/08/2020		1,521	-
EUR	3*	5,036	JPY	598,212	14/08/2020		101	-
EUR	3*	26,967	JPY	3,236,800	26/08/2020		268	-
EUR	3*	5,099	JPY	612,000	28/08/2020		51	-
EUR	3*	4,589	JPY	550,800	01/09/2020		46	-
EUR	3*	74,157	JPY	8,901,625	02/09/2020		738	-
EUR	3*	3,781	JPY	453,900	03/09/2020		38	-
EUR	3*	10,119	JPY	1,214,650	04/09/2020		101	-
EUR	3*	2,526	JPY	303,220	10/09/2020		25	-
EUR	3*	3,719	JPY	446,488	11/09/2020		37	-
EUR	2*	1,549,645	NOK	16,762,576	06/07/2020		2,677	-
EUR	2*	585,465,573	USD	651,742,370	06/07/2020		5,232,032	0.22
EUR	3*	5,533	USD	6,161	09/07/2020		48	-
EUR	3*	5,509	USD	6,173	13/07/2020		14	-
EUR	3*	2,953	USD	3,310	27/07/2020		7	-
EUR	3*	28,552	USD	32,076	31/07/2020		11	-
EUR	3*	3,872	USD	4,348	11/08/2020		4	-
EUR	3*	1,501,369	USD	1,673,100	13/08/2020		13,080	-
ILS	2*	31,363	EUR	8,037	06/07/2020		31	-
JPY	2*	79,497,796	EUR	650,716	06/07/2020		5,337	-
NZD	2*	69,717	EUR	39,003	06/07/2020		954	-
SGD	2*	142,929	EUR	90,936	06/07/2020		278	-
USD	2*	5,870,867	EUR	5,226,371	06/07/2020		347	-
<b>Unrealised gain on open forward foreign currency contracts</b>							<b>6,535,528</b>	<b>0.27</b>
<b>Total financial assets at fair value through profit or loss</b>							<b>2,354,364,121</b>	<b>98.58</b>

**Mercer QIF CCF**  
**Mercer Return Seeking Fund 1**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

		Notional €	Maturity date	Currency	No. of contracts long	Unrealised gain €	% of Net assets
<b>Futures contracts (2019: 0.01%)</b>							
Euro Stoxx Index 50 Futures	1*	2,449,480	18/09/2020	EUR	76	17,120	-
S&P 500 E Mini Index Futures	1*	15,957,939	18/09/2020	USD	116	427,364	0.02
S&P TSX 60 Index Futures	1*	728,364	17/09/2020	CAD	6	22,129	-
SPI 200 Futures	1*	541,776	17/09/2020	AUD	6	8,626	-
<b>Unrealised gain on futures contracts</b>						<b>475,239</b>	<b>0.02</b>
<b>Variation margin received on futures contracts</b>						<b>(475,239)</b>	<b>(0.02)</b>
<b>Total financial derivative instruments at positive fair value</b>						<b>6,535,528</b>	<b>0.27</b>
<b>Financial liabilities held for trading (2019: (0.07)%)</b>							
<b>Financial derivative instruments (2019: (0.07)%)</b>							
<b>Open forward foreign currency contracts (2019: (0.07)%)</b>							

Currency buy		Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss €	% of Net assets
AUD	2*	278,204	EUR	171,808	06/07/2020	(1,275)	-
CAD	2*	386,814	EUR	255,444	06/07/2020	(2,594)	-
CAD	3*	624,770	EUR	408,821	13/08/2020	(726)	-
CHF	3*	801,980	EUR	760,844	13/08/2020	(7,036)	-
EUR	3*	33,720	AUD	56,439	03/07/2020	(878)	-
EUR	2*	18,415,995	AUD	30,884,262	06/07/2020	(515,391)	(0.02)
EUR	3*	4,064	AUD	6,664	13/07/2020	(21)	-
EUR	3*	87,291	AUD	143,725	13/08/2020	(751)	-
EUR	3*	10,693	AUD	17,457	14/08/2020	-	-
EUR	3*	11,257	AUD	18,383	28/08/2020	(1)	-
EUR	3*	5,432	AUD	8,872	31/08/2020	-	-
EUR	3*	2,291	AUD	3,743	14/09/2020	-	-
EUR	3*	8,913	AUD	14,562	16/09/2020	(1)	-
EUR	2*	27,908,211	CAD	42,941,389	06/07/2020	(161,467)	(0.01)
EUR	3*	6,163	CAD	9,473	15/07/2020	(28)	-
EUR	3*	2,873	CAD	4,404	27/07/2020	(5)	-
EUR	3*	30,423	CAD	46,615	31/07/2020	(34)	-
EUR	2*	28,996,034	CHF	30,977,901	06/07/2020	(112,737)	(0.01)
EUR	3*	91,924	CHF	98,270	13/08/2020	(444)	-
EUR	2*	6,571,188	DKK	48,988,158	06/07/2020	(1,539)	-
EUR	3*	14,972	HKD	132,249	30/07/2020	(209)	-
EUR	2*	893,075	ILS	3,481,655	06/07/2020	(2,601)	-
EUR	2*	860,869	NZD	1,547,761	06/07/2020	(26,205)	-
EUR	2*	8,603,558	SEK	90,176,914	06/07/2020	(13,918)	-
EUR	3*	3,247	SGD	5,104	02/07/2020	(11)	-
EUR	2*	3,146,542	SGD	4,950,396	06/07/2020	(12,683)	-
EUR	3*	143,066	USD	161,644	01/07/2020	(854)	-
EUR	3*	29,515	USD	33,184	02/07/2020	(30)	-
EUR	3*	5,751	USD	6,537	06/07/2020	(69)	-
EUR	3*	51,539	USD	58,688	07/07/2020	(709)	-
EUR	3*	13,280	USD	14,960	08/07/2020	(38)	-
EUR	3*	163,204	USD	184,353	10/07/2020	(909)	-
EUR	3*	22,526	USD	25,309	14/07/2020	(2)	-
EUR	3*	114,485	USD	128,913	15/07/2020	(262)	-
EUR	3*	10,717	USD	12,099	16/07/2020	(52)	-
EUR	3*	47,486	USD	53,522	17/07/2020	(152)	-
EUR	3*	9,014	USD	10,245	20/07/2020	(105)	-
EUR	3*	35,271	USD	39,782	22/07/2020	(134)	-
EUR	3*	11,364	USD	12,831	24/07/2020	(55)	-
EUR	3*	17,340	USD	19,523	10/08/2020	(28)	-

**Mercer QIF CCF**  
**Mercer Return Seeking Fund 1**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

Currency buy	Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss €	% of Net assets	
<b>Financial liabilities held for trading (2019: (0.07)%) (continued)</b>							
<b>Financial derivative instruments (2019: (0.07)%) (continued)</b>							
<b>Open forward foreign currency contracts (2019: (0.07)%) (continued)</b>							
GBP	2*	330,726	EUR	371,142	06/07/2020	(7,324)	-
GBP	3*	800,025	EUR	911,007	13/08/2020	(31,459)	-
HKD	2*	8,422,044	EUR	974,649	06/07/2020	(7,217)	-
JPY	3*	181,655,486	EUR	1,568,752	13/08/2020	(70,184)	-
NOK	2*	357,611	EUR	33,310	06/07/2020	(307)	-
SEK	2*	812,310	EUR	77,916	06/07/2020	(290)	-
USD	3*	10,719,995	EUR	9,805,258	13/08/2020	(269,396)	(0.01)
<b>Unrealised loss on open forward foreign currency contracts</b>						<b>(1,250,131)</b>	<b>(0.05)</b>
<b>Total financial liabilities held for trading</b>						<b>(1,250,131)</b>	<b>(0.05)</b>
<b>Futures contracts (2019: Nil)</b>							
	Notional €	Maturity date	Currency	No. of contracts long	Unrealised loss €	% of Net assets	
FTSE 100 Index Futures	1*	1,082,079	18/09/2020	GBP	16	(6,799)	-
Swiss Market Index Futures	1*	752,311	18/09/2020	CHF	8	(677)	-
TOPIX Index Futures	1*	1,929,298	10/09/2020	JPY	15	(60,576)	-
<b>Unrealised loss on futures contracts</b>						<b>(68,052)</b>	<b>-</b>
<b>Variation margin paid on futures contracts</b>						<b>68,052</b>	<b>-</b>
<b>Total financial derivative instruments at negative fair value</b>						<b>(1,250,131)</b>	<b>(0.05)</b>
<b>Total financial derivative instruments</b>						<b>5,285,397</b>	<b>0.22</b>
						<b>Fair value €</b>	<b>% of Net assets</b>
<b>Total investments at fair value through profit or loss/held for trading</b>						<b>2,353,113,990</b>	<b>98.53</b>
Cash (2019: 0.78%)						20,424,219	0.86
Net current assets (2019: 0.17%)						14,706,876	0.61
<b>Net assets attributable to holders of redeemable participating units</b>						<b>2,388,245,085</b>	<b>100.00</b>

The following table outlines the geographic concentrations of financial assets at fair value through profit or loss at 30 June 2019 where the Sub-Fund is no longer invested in at 30 June 2020:

**Financial assets at fair value through profit or loss**

**Collective investment schemes**

United Kingdom 0.00%

The following is a list of counterparties for the financial derivative instruments.

<b>Reference</b>	<b>Counterparty</b>
1*	Goldman Sachs
2*	State Street Bank and Trust
3*	State Street Bank London

Country classifications are based upon country of incorporation and/or country of domicile.

The following securities have been received by the Sub-Fund in respect of financial derivative instruments.

<b>Security</b>	<b>Counterparty</b>	<b>Nominal</b>	<b>Market value €</b>
United States Treasury Note 2.00% due 30/09/2020	State Street Bank London	847,000	850,829
United States Treasury Note 2.75% due 30/11/2020	State Street Bank London	5,889,000	5,951,571
United States Treasury Note 1.75% due 30/09/2022	State Street Bank London	313,000	324,102

	Fair value 30 June 2020 US\$	% of Net assets 30 June 2020	Fair value 30 June 2019 US\$	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 99.24%)</b>				
<b>Securities (2019: 98.43%)</b>				
<b>Equities (2019: 98.43%)</b>				
Australia	57,366,420	5.28	68,818,552	4.88
Austria	-	-	1,220,671	0.09
Belgium	5,515,007	0.51	9,483,492	0.67
Canada	33,845,865	3.11	40,310,118	2.86
Denmark	21,420,595	1.97	24,600,908	1.74
Finland	1,307,344	0.12	-	-
France	7,229,529	0.67	6,774,122	0.48
Germany	8,382,235	0.77	4,902,348	0.35
Hong Kong	24,043,592	2.22	52,238,779	3.70
Ireland	48,739,621	4.49	40,578,824	2.88
Israel	-	-	5,338,917	0.38
Italy	19,366,331	1.78	19,648,948	1.39
Japan	73,540,648	6.77	105,373,303	7.47
Netherlands	39,182,535	3.61	12,367,610	0.88
New Zealand	3,667,165	0.34	3,703,737	0.26
Norway	-	-	6,832,222	0.48
Singapore	1,724,190	0.16	2,426,352	0.17
Spain	18,542,544	1.71	34,077,974	2.41
Sweden	24,324,202	2.24	22,224,031	1.57
Switzerland	29,717,360	2.73	85,470,836	6.06
United Kingdom	50,263,929	4.63	89,558,874	6.35
United States of America	601,837,611	55.35	753,157,089	53.36
<b>Total equities</b>	<b>1,070,016,723</b>	<b>98.46</b>	<b>1,389,107,707</b>	<b>98.43</b>
<b>Total securities</b>	<b>1,070,016,723</b>	<b>98.46</b>	<b>1,389,107,707</b>	<b>98.43</b>

**Financial derivative instruments (2019: 0.81%)**

**Open forward foreign currency contracts (2019: 0.81%)**

Currency buy		Buy amount	Currency sell	Sell amount	Contract date	Unrealised gain US\$	% of Net assets
AUD	2*	6,925,884	GBP	3,835,760	06/07/2020	29,050	-
AUD	3*	1,663,800	USD	1,104,862	13/08/2020	40,884	-
CAD	2*	4,198,514	GBP	2,491,321	06/07/2020	4,285	-
CAD	3*	1,209,500	USD	869,917	13/08/2020	18,204	-
CHF	2*	852,138	EUR	789,357	06/07/2020	12,768	-
CHF	2*	2,662,053	GBP	2,253,480	06/07/2020	25,246	-
CHF	3*	732,738	USD	761,341	13/08/2020	12,907	-
DKK	2*	4,254,306	EUR	570,696	06/07/2020	117	-
DKK	2*	12,235,758	GBP	1,481,152	06/07/2020	13,835	-
EUR	2*	28,443,309	GBP	25,615,246	06/07/2020	297,763	0.03
EUR	2*	10,310,479	HKD	89,081,569	06/07/2020	87,591	0.01
EUR	2*	32,749,398	JPY	3,930,152,466	06/07/2020	354,872	0.04
EUR	2*	304,286,095	USD	339,252,404	06/07/2020	2,534,351	0.24
EUR	3*	1,961,670	USD	2,167,737	13/08/2020	37,527	-
HKD	2*	25,281,379	GBP	2,629,955	06/07/2020	12,229	-
HKD	3*	3,887,600	USD	501,087	13/08/2020	410	-
JPY	2*	233,265,544	EUR	1,905,380	06/07/2020	22,058	-
NZD	2*	149,475	EUR	85,123	06/07/2020	616	-
NZD	2*	431,268	GBP	223,597	06/07/2020	1,349	-
SEK	2*	19,134,609	GBP	1,635,643	06/07/2020	32,844	-
SGD	2*	622,974	EUR	395,891	06/07/2020	1,881	-
SGD	2*	740,287	GBP	424,623	06/07/2020	5,984	-

**Mercer QIF CCF**  
**Mercer Fundamental Indexation Global Equity CCF**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

Currency buy	Buy amount	Currency sell	Sell amount	Contract date	Unrealised gain US\$	% of Net assets	
<b>Financial derivative instruments (2019: 0.81%) (continued)</b>							
<b>Open forward foreign currency contracts (2019: 0.81%) (continued)</b>							
USD	3*	10,457	CAD	14,167	02/07/2020	55	-
USD	2*	42,875,683	EUR	37,993,923	06/07/2020	199,333	0.02
USD	2*	114,671,623	GBP	92,012,252	06/07/2020	978,598	0.10
USD	3*	61,864	GBP	48,513	17/07/2020	1,916	-
USD	3*	533,867	GBP	431,450	13/08/2020	629	-
USD	3*	1,314,059	JPY	141,040,000	13/08/2020	6,068	-
<b>Unrealised gain on open forward foreign currency contracts</b>					<b>4,733,370</b>	<b>0.44</b>	
<b>Total financial assets at fair value through profit or loss</b>					<b>1,074,750,093</b>	<b>98.90</b>	

**Futures contracts (2019: 0.00%)**

	Notional US\$	Maturity date	Currency	No. of contracts long	Unrealised gain US\$	% of Net assets	
Euro Stoxx Index 50 Futures	1*	1,628,961	18/09/2020	EUR	45	10,844	-
S&P 500 E Mini Index Futures	1*	10,506,680	18/09/2020	USD	68	256,658	0.03
S&P TSX 60 Index Futures	1*	545,374	17/09/2020	CAD	4	12,192	-
SPI 200 Index Futures	1*	912,744	17/09/2020	AUD	9	15,046	-
<b>Unrealised gain on futures contracts</b>					<b>294,740</b>	<b>0.03</b>	
<b>Variation margin received on futures contracts</b>					<b>(294,740)</b>	<b>(0.03)</b>	
<b>Total financial derivative instruments at positive fair value</b>					<b>4,733,370</b>	<b>0.44</b>	

**Financial liabilities held for trading (2019: (0.24)%)**

**Financial derivative instruments (2019: (0.24)%)**

**Open forward foreign currency contracts (2019: (0.24)%)**

Currency buy	Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss US\$	% of Net assets	
AUD	2*	2,408,090	EUR	1,477,973	06/07/2020	(2,097)	-
CAD	2*	1,336,863	EUR	876,447	06/07/2020	(2,908)	-
EUR	2*	24,232,632	AUD	40,572,501	06/07/2020	(715,995)	(0.07)
EUR	2*	14,649,032	CAD	22,524,007	06/07/2020	(83,189)	(0.01)
EUR	2*	13,431,787	CHF	14,357,186	06/07/2020	(66,408)	(0.01)
EUR	2*	9,614,724	DKK	71,678,243	06/07/2020	(2,612)	-
EUR	2*	1,403,121	NZD	2,518,441	06/07/2020	(45,243)	-
EUR	2*	10,695,853	SEK	112,092,369	06/07/2020	(17,862)	-
EUR	2*	1,087,138	SGD	1,710,279	06/07/2020	(4,855)	-
GBP	2*	21,233,558	AUD	39,443,874	06/07/2020	(921,205)	(0.08)
GBP	2*	13,026,793	CAD	22,251,022	06/07/2020	(240,871)	(0.02)
GBP	2*	11,912,168	CHF	14,169,029	06/07/2020	(235,932)	(0.02)
GBP	2*	8,405,187	DKK	69,684,327	06/07/2020	(116,080)	(0.01)
GBP	2*	36,684,027	EUR	40,801,343	06/07/2020	(501,899)	(0.05)
GBP	2*	9,155,536	HKD	87,982,607	06/07/2020	(38,932)	-
GBP	2*	28,599,541	JPY	3,820,825,290	06/07/2020	(78,769)	(0.01)
GBP	2*	1,229,200	NZD	2,449,738	06/07/2020	(58,226)	(0.01)
GBP	2*	9,354,465	SEK	108,974,234	06/07/2020	(138,540)	(0.01)
GBP	2*	953,171	SGD	1,666,724	06/07/2020	(16,987)	-
GBP	2*	295,893,957	USD	367,209,728	06/07/2020	(1,594,519)	(0.16)
GBP	3*	1,048,810	USD	1,304,178	13/08/2020	(7,932)	-
HKD	2*	15,492,907	EUR	1,786,983	06/07/2020	(8,271)	-

**Mercer QIF CCF**  
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**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

Currency buy		Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss US\$	% of Net assets
<b>Financial liabilities held for trading (2019: (0.24)%) (continued)</b>							
<b>Financial derivative instruments (2019: (0.24)%) (continued)</b>							
<b>Open forward foreign currency contracts (2019: (0.24)%) (continued)</b>							
JPY	2*	670,892,444	GBP	5,045,195	06/07/2020	(15,136)	-
JPY	3*	140,130,000	USD	1,304,973	13/08/2020	(5,422)	-
SEK	2*	6,652,996	EUR	638,681	06/07/2020	(3,268)	-
USD	3*	695,594	AUD	1,041,300	13/08/2020	(21,479)	-
USD	3*	38,728	AUD	56,303	28/08/2020	(46)	-
USD	3*	18,420	AUD	26,779	14/09/2020	(22)	-
USD	3*	3,133	CAD	4,278	08/07/2020	(8)	-
USD	3*	12,775	CAD	17,443	15/07/2020	(32)	-
USD	3*	530,166	CAD	732,140	13/08/2020	(7,435)	-
USD	3*	308,903	CHF	297,200	13/08/2020	(5,134)	-
USD	3*	1,151,699	EUR	1,039,350	13/08/2020	(16,714)	-
USD	3*	95,047	HKD	736,965	06/07/2020	(38)	-
USD	3*	113,163	HKD	877,380	30/07/2020	(27)	-
USD	3*	175,318	HKD	1,362,050	13/08/2020	(385)	-
<b>Unrealised loss on open forward foreign currency contracts</b>						<b>(4,974,478)</b>	<b>(0.46)</b>
<b>Total financial liabilities held for trading</b>						<b>(4,974,478)</b>	<b>(0.46)</b>
<b>Futures contracts (2019: (0.00)%)</b>							
		Notional US\$	Maturity date	Currency	No. of contracts long	Unrealised loss US\$	% of Net assets
FTSE 100 Index Futures	1*	835,544	18/09/2020	GBP	11	(5,795)	-
Hang Seng Index Futures	1*	469,270	30/07/2020	HKD	3	(5,980)	-
Swiss Market Index Futures	1*	528,099	18/09/2020	CHF	5	(454)	-
TOPIX Index Futures	1*	1,155,675	10/09/2020	JPY	8	(36,428)	-
<b>Unrealised loss on futures contracts</b>						<b>(48,657)</b>	<b>-</b>
<b>Variation margin paid on futures contracts</b>						<b>48,657</b>	<b>-</b>
<b>Total financial derivative instruments at negative fair value</b>						<b>(4,974,478)</b>	<b>(0.46)</b>
<b>Total financial derivative instruments</b>						<b>(241,108)</b>	<b>(0.02)</b>
						<b>Fair value US\$</b>	<b>% of Net assets</b>
<b>Total investments at fair value through profit or loss/held for trading</b>						<b>1,069,775,615</b>	<b>98.44</b>
Cash (2019: 0.95%)						14,147,781	1.30
Net current assets/(liabilities) (2019: (0.05)%)						2,789,958	0.26
<b>Net assets attributable to holders of redeemable participating units</b>						<b>1,086,713,354</b>	<b>100.00</b>

The following is a list of counterparties for the financial derivative instruments.

Reference	Counterparty
1*	Goldman Sachs
2*	State Street Bank and Trust
3*	State Street Bank London

**Mercer QIF CCF**  
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**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

Country classifications are based upon country of incorporation and/or country of domicile.

The following securities have been pledged by the Sub-Fund and are held by the counterparty in respect of financial derivative instruments.

<b>Security</b>	<b>Counterparty</b>	<b>Nominal</b>	<b>Market value US\$</b>
Accenture	State Street Bank and Trust	10,800	<u>2,318,976</u>



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**Mercer Passive Global Equity CCF**

**Portfolio Statement**  
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	Fair value 30 June 2020 US\$	% of Net assets 30 June 2020	Fair value 30 June 2019 US\$	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 98.89%)</b>				
<b>Securities (2019: 97.99%)</b>				
<b>Equities (2019: 97.99%)</b>				
Australia	41,963,835	2.06	64,652,305	2.36
Austria	1,091,745	0.05	2,071,328	0.08
Belgium	5,828,094	0.29	8,776,321	0.32
Bermuda	1,591,118	0.08	2,249,395	0.08
Canada	64,018,154	3.14	94,791,489	3.45
China	320,280	0.02	272,690	0.01
Denmark	14,785,365	0.73	15,797,734	0.58
Finland	7,342,116	0.36	10,336,839	0.38
France	64,732,388	3.18	96,424,504	3.51
Germany	57,321,447	2.82	79,419,327	2.89
Hong Kong	20,773,552	1.02	34,835,337	1.27
Ireland	35,241,757	1.73	46,441,751	1.69
Isle of Man	252,106	0.01	342,677	0.01
Israel	3,902,055	0.19	5,125,131	0.19
Italy	12,002,947	0.59	17,134,706	0.62
Japan	159,603,626	7.84	215,456,298	7.85
Luxembourg	1,349,666	0.07	2,772,979	0.10
Macau	635,705	0.03	1,233,857	0.04
Netherlands	35,009,789	1.72	44,428,889	1.62
New Zealand	2,026,626	0.10	2,474,265	0.09
Norway	3,258,017	0.16	5,846,243	0.21
Panama	339,615	0.02	1,301,445	0.05
Papua New Guinea	-	-	398,845	0.01
Portugal	1,060,067	0.05	1,438,930	0.05
Singapore	6,979,667	0.34	12,425,724	0.45
Spain	15,139,871	0.74	27,110,783	0.99
Sweden	18,174,137	0.89	22,661,774	0.83
Switzerland	70,849,740	3.48	94,994,210	3.46
United Kingdom	88,503,608	4.35	157,342,549	5.73
United States of America	1,270,888,656	62.42	1,621,340,469	59.07
<b>Total equities</b>	<b>2,004,985,749</b>	<b>98.48</b>	<b>2,689,898,794</b>	<b>97.99</b>
<b>Total securities</b>	<b>2,004,985,749</b>	<b>98.48</b>	<b>2,689,898,794</b>	<b>97.99</b>

**Financial derivative instruments (2019: 0.90%)**  
**Open forward foreign currency contracts (2019: 0.90%)**

Currency buy		Buy amount	Currency sell	Sell amount	Contract date	Unrealised gain US\$	% of Net assets
AUD	2*	3,256,131	EUR	1,995,897	06/07/2020	48	-
AUD	2*	33,393	EUR	20,335	05/08/2020	139	-
AUD	2*	2,302,506	GBP	1,276,457	06/07/2020	8,101	-
AUD	3*	3,938,797	USD	2,618,031	13/08/2020	94,352	-
CAD	2*	46,430	EUR	30,116	05/08/2020	242	-
CAD	3*	5,261,740	USD	3,818,821	13/08/2020	44,808	-
CHF	2*	3,266,004	EUR	3,040,553	06/07/2020	31,888	-
CHF	2*	33,494	EUR	31,354	05/08/2020	142	-
CHF	2*	2,309,487	GBP	1,957,946	06/07/2020	18,294	-
CHF	3*	3,930,549	USD	4,080,132	13/08/2020	73,084	-
DKK	2*	5,164,828	EUR	692,872	06/07/2020	103	-
DKK	2*	52,968	EUR	7,106	05/08/2020	-	-
DKK	2*	3,652,200	GBP	442,465	06/07/2020	3,682	-
EUR	2*	64,202,681	GBP	57,813,687	06/07/2020	678,837	0.03
EUR	2*	13,020,422	HKD	112,444,225	06/07/2020	117,189	0.01

**Mercer QIF CCF**  
**Mercer Passive Global Equity CCF**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

Currency buy		Buy amount	Currency sell	Sell amount	Contract date	Unrealised gain US\$	% of Net assets
<b>Financial assets at fair value through profit or loss (2019: 98.89%) (continued)</b>							
<b>Financial derivative instruments (2019: 0.90%) (continued)</b>							
<b>Open forward foreign currency contracts (2019: 0.90%) (continued)</b>							
EUR	2*	104,029,653	JPY	12,472,124,093	06/07/2020	1,239,884	0.06
EUR	2*	2,173,878	NOK	23,512,859	06/07/2020	4,432	-
EUR	2*	866,221,616	USD	964,986,196	06/07/2020	7,989,831	0.40
EUR	3*	10,952,377	USD	12,165,938	13/08/2020	146,467	0.01
GBP	2*	39,697	EUR	43,276	05/08/2020	419	-
GBP	2*	23,356,904	JPY	3,111,419,264	06/07/2020	19,131	-
HKD	2*	78,308	EUR	8,977	05/08/2020	13	-
HKD	2*	8,649,127	GBP	900,431	06/07/2020	3,338	-
ILS	2*	367,070	EUR	94,388	06/07/2020	48	-
ILS	2*	276,063	GBP	64,500	06/07/2020	74	-
JPY	2*	930,451,282	EUR	7,647,072	06/07/2020	35,324	-
NOK	2*	17,898	EUR	1,641	05/08/2020	11	-
NZD	2*	220,255	EUR	124,845	06/07/2020	1,565	-
NZD	2*	1,613	EUR	918	05/08/2020	6	-
NZD	2*	141,289	GBP	72,813	06/07/2020	990	-
SEK	2*	97,502	EUR	9,304	05/08/2020	13	-
SEK	2*	6,722,934	GBP	574,962	06/07/2020	11,196	-
SGD	2*	599,355	EUR	381,269	06/07/2020	1,380	-
SGD	2*	5,245	EUR	3,342	05/08/2020	3	-
SGD	2*	429,798	GBP	248,050	06/07/2020	1,593	-
USD	3*	26,629	CAD	35,701	02/07/2020	416	-
USD	3*	7,490	CAD	10,129	15/07/2020	53	-
USD	3*	3,401	CAD	4,617	27/07/2020	11	-
USD	2*	112,675,034	EUR	99,803,018	06/07/2020	572,147	0.03
USD	3*	35,047	EUR	31,083	07/07/2020	133	-
USD	2*	1,095,153	EUR	973,274	05/08/2020	1,212	-
USD	3*	69,060	EUR	60,723	07/08/2020	806	-
USD	2*	78,656,580	GBP	63,380,288	06/07/2020	342,046	0.02
USD	3*	18,962	GBP	14,870	17/07/2020	587	-
USD	3*	12,504	GBP	10,007	31/07/2020	137	-
USD	3*	3,761	GBP	2,998	04/08/2020	55	-
USD	3*	4,994,384	GBP	4,013,130	13/08/2020	34,474	-
USD	3*	7,846,034	JPY	845,575,000	13/08/2020	4,256	-
USD	3*	7,048	JPY	758,383	14/08/2020	15	-
USD	3*	31,187	JPY	3,332,680	26/08/2020	275	-
USD	3*	8,429	JPY	900,681	28/08/2020	74	-
USD	3*	4,878	JPY	521,220	01/09/2020	43	-
USD	3*	93,445	JPY	9,984,763	02/09/2020	825	-
USD	3*	6,873	JPY	734,340	03/09/2020	61	-
USD	3*	14,950	JPY	1,597,419	04/09/2020	132	-
USD	3*	5,714	JPY	610,504	11/09/2020	50	-
USD	3*	3505	SGD	4,876	02/07/2020	9	-
<b>Unrealised gain on open forward foreign currency contracts</b>						<b>11,484,444</b>	<b>0.56</b>
<b>Total financial assets at positive fair value through profit or loss</b>						<b>2,016,470,193</b>	<b>99.04</b>

**Mercer QIF CCF**  
**Mercer Passive Global Equity CCF**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

		Notional US\$	Maturity date	Currency	No. of contracts long	Unrealised gain US\$	% of Net assets
<b>Futures contracts (2019: 0.00%)</b>							
Euro Stoxx Index 50 Futures	1*	2,389,142	18/09/2020	EUR	66	17,420	-
S&P 500 E Mini Index Futures	1*	15,760,020	18/09/2020	USD	102	463,591	0.02
S&P TSX 60 Index Futures	1*	681,718	17/09/2020	CAD	5	20,712	-
SPI 200 Index Futures	1*	507,080	17/09/2020	AUD	5	10,221	0.01
<b>Unrealised gain on futures contracts</b>						<b>511,944</b>	<b>0.03</b>
<b>Variation margin received on futures contracts</b>						<b>(511,944)</b>	<b>(0.03)</b>
<b>Total financial derivative instruments at positive fair value</b>						<b>11,484,444</b>	<b>0.56</b>
<b>Financial liabilities held for trading (2019: (0.18)%)</b>							
<b>Financial derivative instruments (2019: (0.18)%)</b>							
<b>Open forward foreign currency contracts (2019: (0.18)%)</b>							

Currency buy		Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss US\$	% of Net assets
CAD	2*	4,527,317	EUR	2,965,003	06/07/2020	(6,365)	-
CAD	2*	3,298,736	GBP	1,962,109	06/07/2020	(2,440)	-
EUR	2*	26,030,074	AUD	43,646,438	06/07/2020	(813,509)	(0.06)
EUR	2*	39,442,513	CAD	60,685,882	06/07/2020	(253,358)	(0.01)
EUR	2*	40,977,029	CHF	43,778,769	06/07/2020	(179,986)	(0.01)
EUR	2*	9,286,556	DKK	69,231,334	06/07/2020	(2,459)	-
EUR	2*	1,262,118	ILS	4,920,363	06/07/2020	(4,124)	-
EUR	2*	1,207,609	NZD	2,170,811	06/07/2020	(41,059)	-
EUR	2*	12,158,905	SEK	127,440,348	06/07/2020	(21,938)	-
EUR	2*	4,413,531	SGD	6,943,687	06/07/2020	(19,954)	-
EUR	2*	349,469	USD	393,269	05/08/2020	(473)	-
GBP	2*	5,846,249	AUD	10,888,473	06/07/2020	(273,163)	(0.01)
GBP	2*	8,914,728	CAD	15,236,638	06/07/2020	(171,756)	(0.01)
GBP	2*	9,200,803	CHF	10,921,485	06/07/2020	(158,497)	(0.01)
GBP	2*	2,085,367	DKK	17,271,132	06/07/2020	(26,108)	-
GBP	2*	31,801,905	EUR	35,326,944	06/07/2020	(385,324)	(0.02)
GBP	2*	2,999,759	HKD	28,783,457	06/07/2020	(7,139)	-
GBP	2*	287,214	ILS	1,243,980	06/07/2020	(4,571)	-
GBP	2*	501,331	NOK	6,022,550	06/07/2020	(4,843)	-
GBP	2*	278,445	NZD	555,929	06/07/2020	(13,834)	-
GBP	2*	2,730,585	SEK	31,792,530	06/07/2020	(38,591)	-
GBP	2*	1,017,494	SGD	1,778,441	06/07/2020	(17,588)	-
GBP	2*	209,945,130	USD	259,839,564	06/07/2020	(425,234)	(0.03)
GBP	3*	4,950,383	USD	6,165,184	13/08/2020	(46,904)	-
HKD	2*	17,727,830	EUR	2,041,302	06/07/2020	(5,578)	-
ILS	2*	3,764	EUR	971	05/08/2020	(3)	-
JPY	2*	9,542,142	EUR	78,742	05/08/2020	(21)	-
JPY	2*	657,949,077	GBP	4,956,087	06/07/2020	(25,018)	-
JPY	3*	1,026,020,800	USD	9,580,245	13/08/2020	(65,030)	-
NOK	2*	1,863,552	EUR	173,863	06/07/2020	(2,114)	-
NOK	2*	1,420,436	GBP	119,482	06/07/2020	(392)	-
SEK	2*	9,507,365	EUR	908,946	06/07/2020	(454)	-
USD	3*	40,624	AUD	62,507	03/07/2020	(2,413)	-
USD	3*	5,529	AUD	8,041	13/07/2020	(7)	-
USD	3*	1,995,895	AUD	2,957,025	13/08/2020	(40,408)	-
USD	3*	12,673	AUD	18,425	14/08/2020	(15)	-
USD	3*	14,641	AUD	21,285	28/08/2020	(17)	-
USD	3*	7,140	AUD	10,380	31/08/2020	(8)	-

**Mercer QIF CCF**  
**Mercer Passive Global Equity CCF**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

Currency buy		Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss US\$	% of Net assets
<b>Financial liabilities held for trading (2019: (0.18)%) (continued)</b>							
<b>Financial derivative instruments (2019: (0.18)%) (continued)</b>							
<b>Open forward foreign currency contracts (2019: (0.18)%) (continued)</b>							
USD	3*	3,307	AUD	4,808	14/09/2020	(4)	-
USD	3*	9,311	AUD	13,537	16/09/2020	(11)	-
USD	3*	20,030	CAD	27,344	28/07/2020	(48)	-
USD	3*	38,045	CAD	51,942	31/07/2020	(95)	-
USD	3*	3,528,450	CAD	4,830,280	13/08/2020	(18,364)	-
USD	3*	3,164,911	CHF	3,041,170	13/08/2020	(48,543)	-
USD	3*	6,680	EUR	6,049	06/07/2020	(115)	-
USD	3*	107,308	EUR	95,546	16/07/2020	(37)	-
USD	3*	10,500,019	EUR	9,419,930	13/08/2020	(89,645)	-
USD	3*	39,035	GBP	31,826	03/07/2020	(290)	-
USD	3*	61,683	GBP	50,154	09/07/2020	(290)	-
USD	3*	5,443	GBP	4,414	23/07/2020	(11)	-
USD	3*	16,354	HKD	126,802	06/07/2020	(7)	-
USD	3*	9,693	HKD	75,271	16/07/2020	(18)	-
USD	3*	19,688	HKD	152,643	30/07/2020	(5)	-
<b>Unrealised loss on open forward foreign currency contracts</b>						<b>(3,218,178)</b>	<b>(0.16)</b>
<b>Total financial liabilities held for trading</b>						<b>(3,218,178)</b>	<b>(0.16)</b>
<b>Futures contracts (2019: 0.00%)</b>							
		Notional US\$	Maturity date	Currency	No. of contracts long	Unrealised loss US\$	% of Net assets
FTSE 100 Index Futures	1*	1,063,420	18/09/2020	GBP	14	(6,746)	-
Swiss Market Index Futures	1*	739,338	18/09/2020	CHF	7	(665)	-
TOPIX Index Futures	1*	1,877,972	10/09/2020	JPY	13	(72,995)	-
<b>Unrealised loss on futures contracts</b>						<b>(80,406)</b>	<b>-</b>
<b>Variation margin paid on futures contracts</b>						<b>80,406</b>	<b>-</b>
<b>Total financial derivative instruments at negative fair value</b>						<b>(3,218,178)</b>	<b>(0.16)</b>
<b>Total financial derivative instruments</b>						<b>8,266,266</b>	<b>0.40</b>
						<b>Fair value US\$</b>	<b>% of Net assets</b>
<b>Total investments at fair value through profit or loss/held for trading</b>						<b>2,013,252,015</b>	<b>98.88</b>
Cash (2019: 1.10%)						18,102,814	0.90
Net current assets (2019: 0.19%)						4,574,475	0.22
<b>Net assets attributable to holders of redeemable participating units</b>						<b>2,035,929,304</b>	<b>100.00</b>

The following is a list of counterparties for the financial derivative instruments.

<b>Reference</b>	<b>Counterparty</b>
1*	Goldman Sachs
2*	State Street Bank and Trust
3*	State Street Bank London

Country classifications are based upon country of incorporation and/or country of domicile.

The following securities have been received by the Sub-Fund in respect of financial derivative instruments.

<b>Security</b>	<b>Counterparty</b>	<b>Nominal</b>	<b>Market value US\$</b>
United States Treasury Note 2.00% due 30/09/2020	State Street Bank London	484,000	486,188
United States Treasury Note 2.63% due 15/11/2020	State Street Bank London	2,641,000	2,664,728
United States Treasury Note 2.75% due 30/11/2020	State Street Bank London	2,301,000	2,325,448
United States Treasury Note 1.75% due 30/09/2022	State Street Bank London	2,232,000	2,311,166

	Fair value 30 June 2020 €	% of Net assets 30 June 2020	Fair value 30 June 2019 €	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 97.59%)</b>				
<b>Securities (2019: 97.46%)</b>				
<b>Equities (2019: 97.46%)</b>				
Australia	7,041,651	0.07	-	-
Austria	11,311,938	0.11	10,462,440	0.12
Belgium	88,276,929	0.84	75,144,676	0.83
Bermuda	3,457,170	0.03	14,463,114	0.16
Brazil	939,437	0.01	1,969,162	0.02
Canada	37,054,534	0.35	42,884,943	0.47
Cayman Islands	44,628	-	34,243	-
China	133,425,169	1.26	66,011,485	0.73
Czech Republic	9,763,072	0.09	8,323,720	0.09
Denmark	154,211,055	1.46	117,030,182	1.29
Finland	84,972,775	0.80	93,951,397	1.03
France	642,466,189	6.08	543,603,518	5.97
Germany	595,339,755	5.64	339,886,217	3.74
Guernsey	86,861	-	-	-
Hong Kong	953,714	0.01	-	-
Iceland	2,800,209	0.03	4,836,289	0.05
India	14,927,257	0.14	16,455,702	0.18
Indonesia	2,446,784	0.02	-	-
Ireland	265,426,407	2.51	282,900,578	3.11
Isle of Man	554,948	0.01	-	-
Israel	25,263,590	0.24	15,030,404	0.17
Italy	157,054,613	1.49	103,996,441	1.14
Japan	59,088,925	0.56	31,284,470	0.34
Jersey	2,295,877	0.02	908,776	0.01
Kenya	865,336	0.01	-	-
Liechtenstein	93,221	-	-	-
Luxembourg	52,201,930	0.49	24,189,991	0.27
Malta	2,547,503	0.02	2,475,785	0.03
Monaco	11,314	-	42,798	-
Netherlands	297,963,442	2.82	205,000,234	2.25
New Zealand	2,249,099	0.02	-	-
Norway	26,157,156	0.25	23,375,661	0.26
Panama	522,149	-	1,606,729	0.02
Portugal	34,738,694	0.33	17,504,285	0.19
Puerto Rico	422,431	-	593,789	0.01
Singapore	44,248	-	41,238	-
South Africa	1,969,483	0.02	1,237,335	0.01
Spain	153,263,219	1.45	134,451,007	1.48
Sweden	328,561,842	3.11	187,016,516	2.06
Switzerland	618,477,034	5.85	425,522,063	4.68
Taiwan	27,427,214	0.26	19,982,092	0.22
Thailand	193,070	-	151,522	-
United Kingdom	1,057,919,787	10.01	863,905,576	9.50
United States of America	5,459,091,047	51.68	5,186,593,397	57.03
<b>Total equities</b>	<b>10,363,922,706</b>	<b>98.09</b>	<b>8,862,867,775</b>	<b>97.46</b>
<b>Total securities</b>	<b>10,363,922,706</b>	<b>98.09</b>	<b>8,862,867,775</b>	<b>97.46</b>

**Mercer QIF CCF**  
**Mercer Investment Fund 2**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

					Units	Fair value €	% of Net assets	
<b>Collective investment schemes (2019: 0.13%)</b>								
<b>Ireland (2019: 0.10%)</b>								
BlackRock ICS Euro Liquid Environmentally Aware Fund						60,492	6,010,652	0.06
<b>United Kingdom (2019: Nil)</b>								
Pollen Street Secured Lending						6,443	51,743	-
<b>Total collective investment schemes</b>						<b>6,062,395</b>	<b>0.06</b>	
<b>Financial derivative instruments (2019: 0.00%)</b>								
<b>Warrants (2019: 0.00%)</b>								
					Notional holdings	Fair value €	% of Net assets	
<b>Italy</b>								
Guala Closures SPA						113,105	32,800	-
<b>Total warrants</b>						<b>113,105</b>	<b>32,800</b>	<b>-</b>
<b>Total financial assets at fair value through profit or loss</b>						<b>10,370,017,901</b>	<b>98.15</b>	
<b>Futures contracts (2019: 0.00%)</b>								
		Notional €	Maturity date	Currency	No. of contracts long	Unrealised gain €	% of Net assets	
CAC 40 Index Futures						125	186,275	-
S&P 500 E Mini Index Futures						14	41,457	-
<b>Unrealised gain on futures contracts</b>						<b>227,732</b>	<b>-</b>	
<b>Variation margin received on futures contracts</b>						<b>(227,732)</b>	<b>-</b>	
<b>Total financial derivative instruments at positive fair value</b>						<b>32,800</b>	<b>-</b>	
<b>Total financial derivative instruments</b>						<b>32,800</b>	<b>-</b>	
						<b>Fair value €</b>	<b>% of Net assets</b>	
<b>Total investments at fair value through profit or loss</b>						<b>10,370,017,901</b>	<b>98.16</b>	
Cash (2019: 2.39%)						201,514,185	1.91	
Net current (liabilities)/assets (2019: 0.02%)						(7,633,851)	(0.07)	
<b>Net assets attributable to equity holders</b>						<b>10,563,898,235</b>	<b>100.00</b>	

The following table outlines the geographic concentrations of financial assets at fair value through profit or loss at 30 June 2019 where the Sub-Fund is no longer invested in at 30 June 2020:

**Financial assets at fair value through profit or loss**

**Collective investment schemes**

United States of America

0.03%

The following is a list of counterparties for the financial derivative instruments.

<b>Reference</b>	<b>Counterparty</b>
1*	Goldman Sachs

Country classifications are based upon country of incorporation and/or country of domicile.



**Mercer QIF CCF**  
**Mercer Investment Fund 3 CCF**

**Portfolio Statement**  
**as at 30 June 2020**

	Fair value 30 June 2020 GB£	% of Net assets 30 June 2020	Fair value 30 June 2019 GB£	% of Net assets 30 June 2019		
<b>Financial assets at fair value through profit or loss (2019: 128.03%)</b>						
<b>Securities (2019: 94.78%)</b>						
<b>Asset backed securities (2019: 0.39%)</b>						
United Kingdom	3,478,222	0.32	4,191,894	0.39		
<b>Total asset backed securities</b>	<b>3,478,222</b>	<b>0.32</b>	<b>4,191,894</b>	<b>0.39</b>		
<b>Corporate bonds (2019: 19.77%)</b>						
Australia	4,373,524	0.40	4,480,768	0.42		
Canada	557,235	0.05	549,087	0.05		
Cayman Islands	3,531,841	0.33	3,484,711	0.33		
Denmark	394,611	0.04	-	-		
France	3,454,335	0.32	2,687,795	0.25		
Germany	3,945,599	0.36	4,330,732	0.41		
Ireland	5,063,501	0.47	4,664,277	0.44		
Italy	327,254	0.03	291,968	0.03		
Japan	1,157,012	0.11	1,085,184	0.10		
Jersey	1,897,469	0.18	2,370,721	0.22		
Luxembourg	-	-	1,342,992	0.13		
Netherlands	5,724,931	0.53	4,606,969	0.43		
New Zealand	721,452	0.07	757,231	0.07		
Norway	1,470,130	0.14	1,469,698	0.14		
Singapore	1,889,250	0.17	1,682,852	0.16		
Spain	291,288	0.03	286,957	0.03		
Sweden	1,933,841	0.18	1,819,768	0.17		
United Arab Emirates	381,843	0.04	-	-		
United Kingdom	177,087,063	16.36	165,887,877	15.53		
United States of America	9,661,906	0.89	9,171,639	0.86		
<b>Total corporate bonds</b>	<b>223,864,085</b>	<b>20.70</b>	<b>210,971,226</b>	<b>19.77</b>		
<b>Government bonds (2019: 73.65%)</b>						
	Nominal holdings 30 June 2020	Fair value 30 June 2020 GB£	% of Net assets 30 June 2020	Nominal holdings 30 June 2019	Fair value 30 June 2019 GB£	% of Net assets 30 June 2019
Canada	-	819,132	0.08	-	-	-
France	-	2,649,972	0.24	-	2,689,171	0.25
Guernsey	-	-	-	-	603,063	0.06
Italy	-	496,490	0.05	-	472,418	0.04
Luxembourg	-	580,587	0.05	-	-	-
Mexico	-	152,999	0.01	-	156,422	0.01
<b>United Kingdom</b>						
United Kingdom (Government of) 0.50% due 22/07/2022	85,219,000	86,262,081	7.98	-	-	-
United Kingdom (Government of) 1.00% due 22/04/2024	69,313,000	72,166,616	6.67	-	-	-
United Kingdom (Government of) 3.25% due 22/01/2044	117,974,500	185,302,547	17.13	62,474,500	85,308,929	8.00
United Kingdom (Government of) 1.50% due 22/07/2047	54,500,000	66,233,850	6.12	54,500,000	54,745,249	5.13
United Kingdom (Government of) 4.00% due 22/01/2060	34,011,200	75,518,468	6.98	34,011,200	61,380,012	5.75
United Kingdom Gilt Inflation Linked 0.13% due 22/03/2026	66,170,120	78,096,622	7.22	65,151,624	77,759,114	7.29
United Kingdom Gilt Inflation Linked 4.13% due 22/07/2030	18,405,864	71,372,419	6.60	-	-	-
United Kingdom Gilt Inflation Linked 0.63% due 22/03/2040	5,119,831	9,272,527	0.86	33,666,228	56,747,793	5.32
Other United Kingdom	-	556,808,265	51.48	-	445,999,987	41.80
		1,201,033,395	111.04		781,941,084	73.29
<b>Total government bonds</b>		<b>1,205,732,575</b>	<b>111.47</b>		<b>785,862,158</b>	<b>73.65</b>

**Mercer QIF CCF**  
**Mercer Investment Fund 3 CCF**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

	Nominal holdings 30 June 2020	Fair value 30 June 2020 GB£	% of Net assets 30 June 2020	Nominal holdings 30 June 2019	Fair value 30 June 2019 GB£	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 128.03%) (continued)</b>						
<b>Mortgage backed securities (2019: 0.97%) (continued)</b>						
Ireland	-	1,179,452	0.11	-	267,731	0.03
United Kingdom	-	9,049,214	0.84	-	10,039,725	0.94
<b>Total mortgage backed securities</b>		<b>10,228,666</b>	<b>0.95</b>		<b>10,307,456</b>	<b>0.97</b>
<b>Total securities</b>		<b>1,443,303,548</b>	<b>133.44</b>		<b>1,011,332,734</b>	<b>94.78</b>

**Collective investment schemes (2019: 32.98%)**

	Units	Fair value GB£	% of Net assets
<b>Ireland (2019: 32.98%)</b>			
Insight Liquidity Funds PLC - GBP Liquidity Fund	99,858,180	99,858,180	9.23
Mercer QIF Fund plc - Mercer Multi-Asset Credit Fund	1,068,886	98,455,079	9.10
Mercer QIF Fund plc - Mercer Tailored Credit Fund 1	486,984	55,262,971	5.11
MGI Funds plc - Mercer Absolute Return Fixed Income Fund	621,894	61,859,748	5.72
Other Ireland	-	38,554,951	3.57
<b>Total collective investment schemes</b>		<b>353,990,929</b>	<b>32.73</b>

**Financial derivative instruments (2019: 0.27%)**

**Open forward foreign currency contracts (2019: Nil)**

Currency buy	Buy amount	Currency sell	Sell amount	Contract date	Unrealised gain GB£	% of Net assets
GBP	5* 8,648,198	JPY	1,152,527,200	10/07/2020	1,931	-
<b>Unrealised gain on open forward foreign currency contracts</b>					<b>1,931</b>	<b>-</b>

**Interest rate swaps (2019: 0.01%)**

Fund receives	Fund pays	Maturity date	Currency	Notional holding	Fair value GB£	% of Net assets	
Fixed 3.32%	3*	GBP Less than 1 Month UK RPI	15/01/2025	GBP	89,898,000	2,213,205	0.21
Fixed 3.34%	1*	GBP Less than 1 Month UK RPI	15/01/2033	GBP	29,688,960	583,577	0.05
Fixed 3.36%	1*	GBP Less than 1 Month UK RPI	15/01/2032	GBP	30,007,680	572,558	0.05
Fixed 3.38%	1*	GBP Less than 1 Month UK RPI	15/01/2031	GBP	29,978,240	615,501	0.06
Fixed 3.39%	1*	GBP Less than 1 Month UK RPI	15/01/2030	GBP	30,179,520	666,910	0.06
Fixed 3.42%	8*	GBP 3 Month UK RPI	30/11/2054	GBP	700,000	451,152	0.04
Fixed 3.42%	6*	GBP Less than 1 Month UK RPI	15/11/2029	GBP	20,142,400	607,587	0.06
<b>Total interest rate swaps at positive fair value</b>					<b>5,710,490</b>	<b>0.53</b>	

**Mercer QIF CCF**  
**Mercer Investment Fund 3 CCF**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

<b>Fund receives</b>	<b>Fund pays</b>	<b>Maturity date</b>	<b>Currency</b>	<b>Notional holding</b>	<b>Fair value GB£</b>	<b>% of Net assets</b>	
<b>Financial assets at fair value through profit or loss (2019: 128.03%) (continued)</b>							
<b>Financial derivative instruments (2019: 0.27%) (continued)</b>							
<b>Total return swaps (2019: 0.19%)</b>							
GBP Less than 1 Month Libor	2*	Fixed 0.78%	24/03/2021	GBP	31,679,743	1,670,804	
GBP Less than 1 Month Libor	3*	Fixed 0.16%	22/01/2021	GBP	49,937,597	595,297	
Fixed 0.01%	3*	GBP Less than 1 Month Libor	22/01/2021	GBP	49,937,622	1,989	
Fixed 1.00%	2*	GBP Less than 1 Month MSCI					
		Daily TR Gross World	22/11/2021	GBP	38,500,000	1,747,901	
Fixed 1.00%	4*	GBP Less than 1 Month MSCI					
		Daily TR Gross AC Europe	21/05/2021	GBP	16,500,000	1,581,186	
Fixed 1.00%	2*	GBP Less than 1 Month MSCI					
		WORLD ex EMU	21/05/2021	GBP	16,500,000	199,207	
Fixed 1.00%	2*	GBP 12 Month MSCI Daily					
		TR Gross World	21/05/2021	GBP	38,500,000	1,747,965	
<b>Total return swaps at positive fair value</b>					<b>7,544,349</b>	<b>0.70</b>	
<b>Total financial derivative instruments at positive fair value</b>					<b>13,256,770</b>	<b>1.23</b>	
<b>Total financial assets at positive fair value through profit or loss</b>					<b>1,810,551,247</b>	<b>167.40</b>	
<b>Financial liabilities at fair value through profit or loss (2019: (14.14)%)</b>							
<b>Securities sold short (2019: (7.16)%)</b>							
<b>United Kingdom (2019: (7.16)%)</b>							
					<b>Nominal holdings</b>	<b>Fair value GB£</b>	<b>% of Net assets</b>
United Kingdom (Government of) 0.50% due 22/07/2022					(85,219,000)	(86,262,081)	(7.98)
United Kingdom (Government of) 1.00% due 22/04/2024					(69,313,000)	(72,166,616)	(6.67)
United Kingdom (Government of) 1.50% due 22/07/2026					(72,300,000)	(79,133,073)	(7.32)
United Kingdom (Government of) 1.25% due 22/07/2027					(16,700,000)	(18,168,765)	(1.68)
United Kingdom (Government of) 1.63% due 22/10/2028					(34,474,000)	(38,982,854)	(3.60)
United Kingdom (Government of) 4.75% due 07/12/2030					(43,500,000)	(64,110,300)	(5.93)
United Kingdom (Government of) 4.25% due 07/06/2032					(48,120,000)	(70,529,484)	(6.52)
						(429,353,173)	(39.70)
<b>Total securities sold short</b>						<b>(429,353,173)</b>	<b>(39.70)</b>
<b>Total financial liabilities at fair value through profit or loss</b>						<b>(429,353,173)</b>	<b>(39.70)</b>

**Mercer QIF CCF**  
**Mercer Investment Fund 3 CCF**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

Currency buy	Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss GB£	% of Net assets
<b>Financial liabilities held for trading (2019: (6.98)%)</b>						
<b>Financial derivative instruments (2019: (6.98)%)</b>						
<b>Open forward foreign currency contracts (2019: Nil)</b>						
GBP	6*	8,793,745	EUR	9,733,721	10/07/2020	(55,159) (0.01)
GBP	2*	57,712,158	USD	72,046,623	10/07/2020	(594,076) (0.05)
<b>Unrealised loss on open forward foreign currency contracts</b>					<b>(649,235)</b>	<b>(0.06)</b>

**Interest rate swaps (2019: (0.24)%)**

Fund receives	Fund pays	Maturity date	Currency	Notional holding	Fair value GB£	% of Net assets
GBP Less than 1 Month UK RPC	3*	Fixed 2.51%	15/01/2025	GBP	92,940,000	(1,839,768) (0.16)
GBP Less than 1 Month UK RPC	6*	Fixed 2.65%	15/11/2029	GBP	21,555,000	(216,495) (0.02)
GBP Less than 1 Month UK RPC	1*	Fixed 2.69%	15/01/2033	GBP	32,000,000	(171,032) (0.02)
GBP Less than 1 Month UK RPC	1*	Fixed 2.71%	15/01/2032	GBP	32,000,000	(284,915) (0.03)
GBP Less than 1 Month UK RPC	1*	Fixed 2.73%	15/01/2031	GBP	32,000,000	(442,209) (0.04)
GBP Less than 1 Month UK RPC	1*	Fixed 2.75%	15/01/2030	GBP	32,000,000	(600,990) (0.06)
GBP Less than 1 Month UK RPI	7*	Fixed 2.43%	31/01/2023	GBP	75,892,200	(143,756) (0.01)
GBP Less than 1 Month UK RPI	8*	Fixed 2.70%	31/01/2024	GBP	69,674,500	(177,141) (0.02)
GBP 3 Month UK RPI	3*	Fixed 3.56%	30/11/2033	GBP	15,980,000	(1,625,896) (0.15)
GBP 6 Month Libor	2*	Fixed 1.53%	01/05/2034	GBP	4,400,000	(683,068) (0.06)
GBP 6 Month Libor	2*	Fixed 1.58%	01/05/2044	GBP	1,500,000	(408,914) (0.04)

**Interest rate swaps at negative fair value**

**(6,594,184) (0.61)**

**Total financial derivative instruments at negative fair value**

**(7,243,419) (0.67)**

**Total financial liabilities held for trading**

**(7,243,419) (0.67)**

**Total financial derivative instruments**

**6,013,351 0.56**

**Total investments at fair value through profit or loss/held for trading**

**1,373,954,655 127.03**

**Reverse repurchase agreements (2019: 7.05%)**

Par Value/ Units	Currency	Description	Carrying value GB£	% of Net assets
34,474,000	GBP	Reverse repurchase agreement with HSBC Bank, 0.00%, dated 03/04/2020 (collateral: United Kingdom (Government of), 1.63% due 22/10/2028), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 08/07/2020	38,859,093	3.59
72,300,000	GBP	Reverse repurchase agreement with Lloyds Bank, 0.04%, dated 19/05/2020 (collateral: United Kingdom (Government of), 1.50% due 22/07/2026), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 21/08/2020	79,045,590	7.31
16,700,000	GBP	Reverse repurchase agreement with Lloyds Bank, 0.02%, dated 05/06/2020 (collateral: United Kingdom (Government of), 1.25% due 22/07/2027), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 09/09/2020	18,091,110	1.67
43,500,000	GBP	Reverse repurchase agreement with Lloyds Bank, 0.02%, dated 05/06/2020 (collateral: United Kingdom (Government of), 4.75% due 07/12/2030), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 12/08/2020	65,080,350	6.02
48,120,000	GBP	Reverse repurchase agreement with ScotiaBank, 0.02%, dated 22/04/2020 (collateral: United Kingdom (Government of), 4.25% due 07/06/2032), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 24/07/2020	70,616,100	6.53
<b>Total reverse repurchase agreements</b>			<b>271,692,243</b>	<b>25.12</b>

Par Value/ Units	Currency	Description	Carrying value GB£	% of Net assets
<b>Repurchase agreements (2019: (21.53)%)</b>				
19,000,000	GBP	Repurchase agreement with Barclays Bank, 0.88%, dated 20/03/2020 (collateral: United Kingdom Gilt Inflation Linked, 0.75% due 22/03/2034), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 06/07/2020	(34,648,400)	(3.20)
19,500,000	GBP	Repurchase agreement with Canadian Imperial Bank of Commerce, 0.27%, dated 19/06/2020 (collateral: United Kingdom (Government of), 3.50% due 22/07/2068), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 22/01/2021	(43,130,100)	(3.99)
11,000,000	GBP	Repurchase agreement with HSBC Bank, 0.15%, dated 03/04/2020 (collateral: United Kingdom Gilt Inflation Linked, 0.13% due 10/08/2028), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 09/07/2020	(14,511,200)	(1.34)
9,400,000	GBP	Repurchase agreement with HSBC Bank, 0.15%, dated 03/04/2020 (collateral: United Kingdom Gilt Inflation Linked, 1.13% due 22/11/2037), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 09/07/2020	(24,060,240)	(2.22)
3,300,000	GBP	Repurchase agreement with HSBC Bank, 0.32%, dated 13/05/2020 (collateral: United Kingdom (Government of), 3.25% due 22/01/2044), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 24/07/2020	(5,262,510)	(0.49)
9,010,000	GBP	Repurchase agreement with HSBC Bank, 0.29%, dated 01/06/2020 (collateral: United Kingdom Gilt Inflation Linked, 1.25% due 22/11/2032), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 05/10/2020	(19,555,200)	(1.81)
31,000,000	GBP	Repurchase agreement with Lloyds Bank, 0.29%, dated 12/05/2020 (collateral: United Kingdom (Government of), 3.25% due 22/01/2044), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 24/07/2020	(49,290,000)	(4.56)
58,000,000	GBP	Repurchase agreement with Lloyds Bank, 0.20%, dated 19/05/2020 (collateral: United Kingdom Gilt Inflation Linked, 0.13% due 22/03/2026), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 21/08/2020	(77,082,000)	(7.13)
8,900,000	GBP	Repurchase agreement with Lloyds Bank, 0.15%, dated 05/06/2020 (collateral: United Kingdom Gilt Inflation Linked, 1.25% due 22/11/2027), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 09/09/2020	(17,880,100)	(1.65)
16,750,000	GBP	Repurchase agreement with Lloyds Bank, 0.15%, dated 05/06/2020 (collateral: United Kingdom Gilt Inflation Linked, 4.13% due 22/07/2030), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 12/08/2020	(64,614,800)	(5.97)
14,000,000	GBP	Repurchase agreement with Mizuho International, 0.22%, dated 03/06/2020 (collateral: United Kingdom (Government of), 3.25% due 22/01/2044), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 24/07/2020	(22,015,000)	(2.04)
24,300,000	GBP	Repurchase agreement with National Australia Bank, 0.82%, dated 13/02/2020 (collateral: United Kingdom (Government of), 4.00% due 22/01/2060), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 17/08/2020	(49,188,060)	(4.55)
31,600,000	GBP	Repurchase agreement with ScotiaBank, 0.29%, dated 21/05/2020 (collateral: United Kingdom (Government of), 3.25% due 22/01/2044), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 25/02/2021	(50,560,000)	(4.67)
42,500,000	GBP	Repurchase agreement with Societe Generale, 0.45%, dated 16/03/2020 (collateral: United Kingdom (Government of), 1.50% due 22/07/2047), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 15/09/2020	(49,512,500)	(4.58)
12,800,000	GBP	Repurchase agreement with Toronto Dominion Bank, 0.26%, dated 22/06/2020 (collateral: United Kingdom Gilt Inflation Linked, 0.50% due 22/03/2050), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 21/04/2021	(38,323,200)	(3.54)
10,900,000	GBP	Repurchase agreement with Toronto Dominion Bank, 0.26%, dated 22/06/2020 (collateral: United Kingdom Gilt Inflation Linked, 1.25% due 22/11/2055), to be repurchased on demand at face value plus accrued interest with a stated maturity date of 05/03/2021	(48,090,800)	(4.45)
<b>Total repurchase agreements</b>			<b>(607,724,110)</b>	<b>(56.19)</b>

	Fair value GB£	% of Net assets
Cash (2019: 0.46%)	65,550,888	6.06
Net current (liabilities)/assets (2019: 0.12%)	(21,850,423)	(2.02)
<b>Net assets attributable to equity holders</b>	<b>1,081,623,253</b>	<b>100.00</b>

The following table outlines the financial assets at fair value through profit or loss and financial liabilities held for trading at 30 June 2019 where the Sub-Fund is no longer invested in at 30 June 2020:

**Financial assets at fair value through profit or loss**

**Financial derivative instruments**

Options purchased 0.07%

**Financial liabilities held for trading**

**Financial derivative instruments**

Options written (4.33)%

The following is a list of counterparties for the financial derivative instruments.

Reference	Counterparty
1*	Barclays Bank
2*	Citigroup*
3*	HSBC Bank
4*	JP Morgan Chase Bank
5*	Lloyds Bank
6*	Morgan Stanley
7*	Royal Bank of Canada
8*	Royal Bank of Scotland

\*Citigroup also incorporates positions held with Citibank.

Country classifications are based upon country of incorporation and/or country of domicile.

The following securities have been pledged by the Sub-Fund and are held by the counterparty in respect of repurchase agreements.

Security	Counterparty	Nominal	Market value GB£
United Kingdom (Government of) 3.25% due 22/01/2044	HSBC Bank	3,300,000	5,183,310
	Lloyds Bank	31,000,000	48,691,700
	Mizuho International	14,000,000	21,989,800
	ScotiaBank	31,935,000	50,160,305
			126,025,115
United Kingdom (Government of) 1.50% due 22/07/2047	Societe Generale	42,500,000	51,650,250
United Kingdom (Government of) 4.00% due 22/01/2060	National Australia Bank	24,300,000	53,955,720
United Kingdom (Government of) 3.50% due 22/07/2068	Canadian Imperial Bank of Commerce	19,500,000	43,888,650
United Kingdom Gilt Inflation Linked 0.13% due 22/03/2026	Lloyds Bank	58,000,000	77,561,714
United Kingdom Gilt Inflation Linked 1.25% due 22/11/2027	Lloyds Bank	8,900,000	17,985,750
United Kingdom Gilt Inflation Linked 0.13% due 10/08/2028	HSBC Bank	11,000,000	14,688,193

The following securities have been pledged by the Sub-Fund and are held by the counterparty in respect of repurchase agreements. (continued)

<b>Security</b>	<b>Counterparty</b>	<b>Nominal</b>	<b>Market value GB£</b>
United Kingdom Gilt Inflation Linked 4.13% due 22/07/2030	Lloyds Bank	16,750,000	64,951,475
United Kingdom Gilt Inflation Linked 1.25% due 22/11/2032	HSBC Bank	9,010,000	19,590,481
United Kingdom Gilt Inflation Linked 0.75% due 22/03/2034	Barclays Bank	19,000,000	37,986,786
United Kingdom Gilt Inflation Linked 1.13% due 22/11/2037	HSBC Bank	9,400,000	25,081,986
United Kingdom Gilt Inflation Linked 0.50% due 22/03/2050	Toronto Dominion Bank	12,800,000	38,737,384
United Kingdom Gilt Inflation Linked 1.25% due 22/11/2055	Toronto Dominion Bank	10,900,000	48,606,656

The following securities have been received by the Sub-Fund in respect of repurchase agreements.

<b>Security</b>	<b>Counterparty</b>	<b>Nominal</b>	<b>Market value GB£</b>
United Kingdom (Government of), 0.13% due 31/01/2028	Mizuho International	301,000	302,035
United Kingdom (Government of), 4.75% due 07/12/2030	Lloyds Bank	16,000	23,576
United Kingdom (Government of), 4.50% due 07/12/2042	Barclays Bank	32,000	58,080
United Kingdom (Government of), 3.75% due 22/07/2052	Barclays Bank	176,000	329,278
United Kingdom (Government of), 4.25% due 07/12/2055	Societe Generale	456,000	987,112
United Kingdom (Government of), 1.75% due 22/07/2057	Barclays Bank Lloyds Bank	780,000 180,000	1,083,092 249,944
			1,333,036
United Kingdom (Government of), 4.00% due 22/01/2060	Canadian Imperial Bank of Commerce National Australia Bank Northern Trust	238,000 175,000 45,000	527,824 388,106 99,799
			1,015,729
United Kingdom (Government of), 2.50% due 22/07/2065	Barclays Bank	48,000	85,105
United Kingdom (Government of), 3.50% due 22/07/2068	Lloyds Bank National Australia Bank Societe Generale	50,000 1,986,000 637,000	112,449 4,466,473 1,432,600
			6,011,522
United Kingdom (Government of), 1.63% due 22/10/2071	Barclays Bank	821,000	1,243,618
United Kingdom Gilt Inflation Linked, 0.75% due 22/11/2047	Toronto Dominion Bank	4,000	12,410
United Kingdom Gilt Inflation Linked, 0.13% due 10/08/2048	Lloyds Bank	133,000	280,504

The following securities have been received by the Sub-Fund in respect of repurchase agreements. (continued)

<b>Security</b>	<b>Counterparty</b>	<b>Nominal</b>	<b>Market value GB£</b>
United Kingdom Gilt Inflation Linked, 0.50% due 22/03/2050	Toronto Dominion Bank	187,000	565,121
United Kingdom Gilt Inflation Linked, 1.25% due 22/11/2055	Barclays Bank	62,000	276,178
	HSBC Bank	247,000	1,100,258
	Lloyds Bank	192,000	855,261
			2,231,697
United Kingdom Gilt Inflation Linked, 0.13% due 22/03/2058	HSBC Bank	109,000	300,565
United Kingdom Gilt Inflation Linked, 0.38% due 22/03/2062	Canadian Imperial Bank of Commerce	379,000	1,304,560
	HSBC Bank	11,000	37,863
			1,342,423
United Kingdom Gilt Inflation Linked, 0.13% due 22/03/2068	HSBC Bank	111,000	393,545

The following securities have been received by the Sub-Fund in respect of reverse repurchase agreements.

<b>Security</b>	<b>Counterparty</b>	<b>Nominal</b>	<b>Market value GB£</b>
United Kingdom (Government of) 1.50% due 22/07/2026	Lloyds Bank	72,300,000	79,133,073
United Kingdom (Government of) 1.25% due 22/07/2027	Lloyds Bank	16,700,000	18,168,765
United Kingdom (Government of) 1.63% due 22/10/2028	HSBC Bank	34,474,000	38,982,854
United Kingdom (Government of) 4.75% due 07/12/2030	Lloyds Bank	43,500,000	64,110,300
United Kingdom (Government of) 4.25% due 07/06/2032	ScotiaBank	48,120,000	70,529,484



						Fair value €	% of Net assets
						Units	
<b>Financial assets at fair value through profit or loss (2019: 99.87%)</b>							
<b>Collective investment schemes (2019: 99.85%)</b>							
<b>Ireland (2019: 99.85%)</b>							
BlackRock Fixed Income Dublin Funds PLC - iShares US Corporate Bond Index Fund						5,076,338	55,773,720 10.08
Mercer QIF CCF - Mercer Passive Global Equity CCF						2,258,173	302,753,188 54.69
MGI Funds plc - Mercer Diversified Growth Fund						621,022	89,296,712 16.13
MGI Funds plc - Mercer Passive Emerging Markets Equity Fund						245,514	32,911,129 5.95
Other Ireland						-	72,120,890 13.03
<b>Total collective investment schemes</b>							<b>552,855,639 99.88</b>
<b>Financial derivative instruments (2019: 0.02%)</b>							
<b>Open forward foreign currency contracts (2019: 0.02%)</b>							
Currency buy		Buy amount	Currency sell	Sell amount	Contract date		Unrealised gain € % of Net assets
EUR	1*	10,960,437	GBP	9,866,476	06/07/2020		106,756 0.02
<b>Unrealised gain on open forward foreign currency contracts</b>							<b>106,756 0.02</b>
<b>Total financial derivative instruments at positive fair value</b>							<b>106,756 0.02</b>
<b>Total financial derivative instruments</b>							<b>106,756 0.02</b>
						Fair value €	% of Net assets
<b>Total financial assets at fair value through profit or loss</b>						<b>552,962,395</b>	<b>99.90</b>
Cash (2019: 0.10%)						617,148	0.11
Net current (liabilities)/assets (2019: 0.03%)						(73,862)	(0.01)
<b>Net assets attributable to equity holders</b>						<b>553,505,681</b>	<b>100.00</b>

The following is a list of counterparties for the financial derivative instruments.

Reference	Counterparty
1*	State Street Bank and Trust

Country classifications are based upon country of incorporation and/or country of domicile.

	Units	Fair value SEK	% of Net assets
<b>Financial assets at fair value through profit or loss (2019: 100.06%)</b>			
<b>Collective investment schemes (2019: 100.06%)</b>			
<b>Ireland (2019: 31.13%)</b>			
Mercer QIF CCF - Mercer Fundamental Indexation Global Equity CCF	190,057	210,725,941	5.28
MGI Funds plc - Mercer Global Buy & Maintain Credit Fund	599,026	613,725,649	15.38
MGI Funds plc - Mercer Global High Yield Bond Fund	274,466	279,604,492	7.01
MGI Funds plc - Mercer Low Volatility Equity Fund	128,112	203,265,365	5.09
MGI Funds plc - Mercer Passive Emerging Markets Equity Fund	299,151	320,238,203	8.02
MGI Funds plc - Mercer Short Duration Global Bond Fund 1	410,387	434,135,786	10.88
MGI Funds plc - Mercer Short Duration Global Bond Fund 2	603,235	618,207,538	15.49
Other Ireland	-	776,008,183	19.44
		3,455,911,157	86.59
<b>Norway (2019: Nil)</b>			
Odin Sverige	2,957,435	534,940,898	13.40
<b>Total collective investment schemes</b>		<b>3,990,852,055</b>	<b>99.99</b>
		<b>Fair value SEK</b>	<b>% of Net assets</b>
<b>Total financial assets at fair value through profit or loss</b>		<b>3,990,852,055</b>	<b>99.99</b>
Cash/(bank overdraft) (2019: (0.03)%)		5,732	-
Net current assets/(liabilities) (2019: (0.03)%)		394,495	0.01
<b>Net assets attributable to equity holders</b>		<b>3,991,252,282</b>	<b>100.00</b>

The following table outlines the geographic concentrations of financial assets at fair value through profit or loss at 30 June 2019 where the Sub-Fund is no longer invested in at 30 June 2020:

**Financial assets at fair value through profit or loss**

**Collective investment schemes**

Luxembourg	31.40%
Sweden	37.53%

Country classifications are based upon country of incorporation and/or country of domicile.

	Fair value 30 June 2020 GB£	% of Net assets 30 June 2020	Fair value 30 June 2019 GB£	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 99.06%)</b>				
<b>Securities (2019: 57.72%)</b>				
<b>Equities (2019: 17.81%)</b>				
Australia	11,683,425	0.35	13,206,774	0.42
Austria	303,030	0.01	399,618	0.01
Belgium	1,602,351	0.05	1,813,856	0.06
Bermuda	358,452	0.01	1,270,804	0.04
Brazil	-	-	533,183	0.02
Canada	15,399,426	0.46	18,316,471	0.58
China	352,268	0.01	244,705	0.01
Cyprus	83,134	-	-	-
Denmark	3,929,006	0.12	2,983,306	0.10
Faroe Islands	-	-	675,018	0.02
Finland	2,194,398	0.07	2,093,682	0.07
France	16,669,624	0.50	18,133,362	0.58
Germany	15,602,268	0.47	17,137,202	0.55
Hong Kong	5,980,301	0.18	6,687,913	0.21
Ireland	9,168,506	0.27	8,512,923	0.27
Isle of Man	65,173	-	57,358	-
Israel	973,621	0.03	1,534,357	0.05
Italy	3,455,012	0.10	4,259,099	0.14
Japan	45,145,387	1.35	48,453,144	1.54
Korea	8,536,866	0.25	8,295,868	0.27
Luxembourg	868,565	0.03	682,047	0.02
Macau	160,413	-	192,958	0.01
Netherlands	9,749,729	0.29	9,251,381	0.30
New Zealand	663,489	0.02	573,731	0.02
Norway	953,253	0.03	1,803,270	0.06
Panama	80,918	-	222,710	0.01
Peru	104,288	-	124,105	-
Poland	514,559	0.02	690,322	0.02
Portugal	286,109	0.01	242,578	0.01
Puerto Rico	-	-	589,895	0.02
Russia	-	-	34,350	-
Singapore	1,979,153	0.06	2,346,339	0.08
Spain	4,184,966	0.12	5,227,774	0.17
Sweden	5,076,926	0.15	6,160,450	0.20
Switzerland	18,968,533	0.57	17,704,866	0.57
Taiwan	4,699	-	485,783	0.02
United Kingdom	24,309,905	0.73	32,538,819	1.03
United States of America	328,859,136	9.81	323,409,038	10.33
<b>Total equities</b>	<b>538,266,889</b>	<b>16.07</b>	<b>556,889,059</b>	<b>17.81</b>
<b>Asset backed securities (2019: 0.05%)</b>				
United Kingdom	1,582,862	0.05	1,620,435	0.05
<b>Total asset backed securities</b>	<b>1,582,862</b>	<b>0.05</b>	<b>1,620,435</b>	<b>0.05</b>
<b>Corporate bonds (2019: 39.59%)</b>				
Australia	43,055,367	1.28	45,475,419	1.45
Belgium	735,581	0.02	2,312,588	0.07
Canada	8,558,684	0.26	8,812,002	0.28
Cayman Islands	4,212,338	0.13	-	-
Denmark	9,640,060	0.29	10,602,716	0.34
Finland	4,708,754	0.14	4,680,257	0.15
France	73,401,194	2.19	68,309,373	2.18
Germany	13,793,423	0.41	25,890,594	0.83

	Fair value 30 June 2020 GB£	% of Net assets 30 June 2020	Fair value 30 June 2019 GB£	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 99.06%) (continued)</b>				
<b>Securities (2019: 57.72%) (continued)</b>				
<b>Corporate bonds (2019: 39.59%) (continued)</b>				
Guernsey	4,397,517	0.13	-	-
Ireland	12,001,762	0.36	18,778,607	0.60
Italy	7,526,494	0.22	6,443,356	0.21
Japan	2,718,745	0.08	3,990,907	0.13
Jersey	18,652,231	0.56	-	-
Luxembourg	23,406,677	0.70	23,653,200	0.76
Mexico	6,773,465	0.20	8,567,138	0.27
Netherlands	99,912,817	2.98	92,243,546	2.95
New Zealand	3,417,404	0.10	3,586,883	0.11
Norway	5,257,104	0.16	5,130,365	0.16
Spain	8,208,468	0.24	8,147,604	0.26
Sweden	19,365,206	0.58	18,246,531	0.58
Switzerland	3,596,412	0.11	4,853,754	0.16
United Kingdom	464,775,401	13.87	462,526,849	14.81
United States of America	446,370,640	13.32	415,202,821	13.29
<b>Total corporate bonds</b>	<b>1,284,485,744</b>	<b>38.33</b>	<b>1,237,454,510</b>	<b>39.59</b>
<b>Government bonds (2019: 0.24%)</b>				
Belgium	691,044	0.02	661,511	0.02
Canada	4,267,787	0.13	-	-
France	7,049,532	0.21	6,974,721	0.22
<b>Total government bonds</b>	<b>12,008,363</b>	<b>0.36</b>	<b>7,636,232</b>	<b>0.24</b>
<b>Mortgage backed securities (2019: 0.03%)</b>				
United Kingdom	990,274	0.03	1,082,716	0.03
<b>Total mortgage backed securities</b>	<b>990,274</b>	<b>0.03</b>	<b>1,082,716</b>	<b>0.03</b>
<b>Total securities</b>	<b>1,837,334,132</b>	<b>54.84</b>	<b>1,804,682,952</b>	<b>57.72</b>
	<b>Units</b>	<b>Fair value GB£</b>	<b>% of Net assets</b>	
<b>Collective investment schemes (2019: 41.23%)</b>				
<b>Ireland (2019: 37.71%)</b>				
LDI Solutions Plus ICAV - LDI Active 6 Fund	15,310,329	1,066,811,474	31.83	
Other Ireland	-	294,860,850	8.80	
		1,361,672,324	40.63	
<b>Luxembourg (2019: 1.88%)</b>				
T Rowe Price Funds SICAV - Emerging Markets Equity Fund	1,892,385	59,653,892	1.78	
<b>United Kingdom (2019: 1.64%)</b>				
Investec Funds Series IV -Emerging Markets Equity Fund	32,438,654	50,386,961	1.50	
<b>Total collective investment schemes</b>		<b>1,471,713,177</b>	<b>43.91</b>	

Currency buy	Buy amount	Currency sell	Sell amount	Contract date	Unrealised gain GB£	% of Net assets
<b>Financial assets at fair value through profit or loss (2019: 99.06%) (continued)</b>						
<b>Financial derivative instruments (2019: 0.11%)</b>						
<b>Open forward foreign currency contracts (2019: 0.11%)</b>						
AUD	8*	14	GBP	8	06/07/2020	-
CAD	8*	81	GBP	48	06/07/2020	-
CHF	8*	36	GBP	30	06/07/2020	1
DKK	8*	211	GBP	25	06/07/2020	-
EUR	10*	2,859,074	GBP	2,584,306	02/07/2020	14,567
EUR	8*	124	GBP	111	06/07/2020	2
GBP	8*	23,956,158	JPY	3,190,194,548	06/07/2020	23,772
GBP	1*	146,600,018	USD	180,967,302	02/07/2020	139,018
HKD	8*	1,154,809	GBP	120,384	06/07/2020	200
JPY	8*	34,108	GBP	250	06/07/2020	5
NZD	8*	7	GBP	4	06/07/2020	-
SEK	8*	473	GBP	40	06/07/2020	1
USD	6*	729,574	EUR	645,919	02/07/2020	3,326
USD	1*	652,644	GBP	523,476	02/07/2020	4,724
<b>Unrealised loss on open forward foreign currency contracts</b>					<b>185,616</b>	<b>0.01</b>
<b>Total financial assets at positive fair value through profit or loss</b>					<b>3,309,232,925</b>	<b>98.76</b>

**Futures contracts (2019: 0.00%)**

	Notional GB£	Maturity date	Currency	No. of contracts long	Unrealised gain GB£	% of Net assets
Euro Stoxx 50 Futures	4*	18/09/2020	EUR	32	34,454	-
Hang Seng Index Futures	4*	30/07/2020	HKD	1	590	-
S&P 500 E Mini Index Futures	4*	18/09/2020	USD	14	37,684	-
SPI 200 Futures	4*	17/09/2020	AUD	5	8,428	-
<b>Unrealised gain on futures contracts</b>					<b>81,156</b>	<b>-</b>
<b>Variation margin received on futures open contracts</b>					<b>(81,156)</b>	<b>-</b>
<b>Total financial derivative instruments at positive fair value</b>					<b>185,616</b>	<b>0.01</b>

**Financial liabilities held for trading (2019: (0.14)%)**

**Financial derivative instruments (2019: (0.14)%)**

**Open forward foreign currency contracts (2019: (0.14)%)**

Currency buy	Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss GB£	% of Net assets
GBP	8*	6,049,396	AUD	11,269,479	06/07/2020	(230,232)
GBP	8*	7,575,486	CAD	12,947,748	06/07/2020	(118,196)
GBP	8*	8,623,783	CHF	10,234,436	06/07/2020	(118,417)
GBP	8*	1,928,607	DKK	15,971,307	06/07/2020	(19,353)
GBP	10*	854,964	EUR	949,851	02/07/2020	(8,442)
GBP	5*	793,118	EUR	886,053	02/07/2020	(12,296)
GBP	7*	1,302,047	EUR	1,462,442	02/07/2020	(27,300)
GBP	1*	143,190,476	EUR	161,058,162	02/07/2020	(3,209,968)
GBP	8*	26,459,399	EUR	29,393,137	06/07/2020	(260,259)
GBP	9*	3,065,337	EUR	3,429,770	16/07/2020	(52,946)
GBP	2*	16,123,935	EUR	17,931,686	29/07/2020	(182,451)
GBP	8*	3,043,641	HKD	29,195,793	06/07/2020	(4,968)
GBP	8*	452,812	ILS	1,960,981	06/07/2020	(5,778)

Currency buy		Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss GB£	% of Net assets
<b>Financial liabilities held for trading (2019: (0.14)%) (continued)</b>							
<b>Financial derivative instruments (2019: (0.14)%) (continued)</b>							
<b>Open forward foreign currency contracts (2019: (0.14)%) (continued)</b>							
GBP	8*	4,054,233	KRW	6,199,732,883	06/07/2020	(117,125)	-
GBP	8*	529,720	NOK	6,364,992	06/07/2020	(4,258)	-
GBP	8*	288,244	NZD	575,648	06/07/2020	(11,671)	-
GBP	8*	240,186	PLN	1,189,468	06/07/2020	(3,177)	-
GBP	8*	2,563,978	SEK	29,852,077	06/07/2020	(29,271)	-
GBP	8*	1,019,607	SGD	1,781,908	06/07/2020	(14,132)	-
GBP	7*	565,346	USD	717,982	02/07/2020	(15,733)	-
GBP	10*	1,061,922	USD	1,339,036	02/07/2020	(21,791)	-
GBP	5*	1,778,902	USD	2,230,973	02/07/2020	(26,675)	-
GBP	8*	170,752,088	USD	211,148,532	06/07/2020	(131,324)	(0.01)
GBP	3*	60,458,362	USD	76,330,000	16/07/2020	(1,311,822)	(0.04)
GBP	2*	135,737,797	USD	169,801,155	29/07/2020	(1,661,940)	(0.05)
<b>Unrealised loss on open forward foreign currency contracts</b>						<b>(7,599,525)</b>	<b>(0.23)</b>
<b>Total financial liabilities held for trading</b>						<b>(7,599,525)</b>	<b>(0.23)</b>
<b>Futures contracts (2019: (0.00)%)</b>							
		Notional GB£	Maturity date	Currency	No. of contracts long	Unrealised loss GB£	% of Net assets
FTSE 100 Index Futures	4*	245,900	18/09/2020	GBP	4	(2,478)	-
MSCI Singapore Index Futures	4*	188,798	29/07/2020	SGD	11	(2,377)	-
TOPIX Index Futures	4*	1,052,229	10/09/2020	JPY	9	(46,256)	-
<b>Unrealised loss on futures contracts</b>						<b>(51,111)</b>	<b>-</b>
<b>Variation margin paid on futures contracts</b>						<b>51,111</b>	<b>-</b>
<b>Total financial derivative instruments at negative fair value</b>						<b>(7,599,525)</b>	<b>(0.23)</b>
<b>Total financial derivative instruments</b>						<b>(7,413,909)</b>	<b>(0.22)</b>
						<b>Fair value GB£</b>	<b>% of Net assets</b>
<b>Total investments at fair value through profit or loss/held for trading</b>						<b>3,301,633,400</b>	<b>98.53</b>
Cash (2019: 0.67%)						30,258,650	0.90
Net current assets (2019: 0.41%)						19,247,201	0.57
<b>Net assets attributable to equity holders</b>						<b>3,351,139,251</b>	<b>100.00</b>

The following is a list of counterparties for the financial derivative instruments.

<b>Reference</b>	<b>Counterparty</b>
1*	Barclays Bank
2*	BNP Paribas Securities Services
3*	Citigroup*
4*	Goldman Sachs
5*	HSBC Bank
6*	JP Morgan Chase Bank
7*	Morgan Stanley
8*	State Street Bank and Trust
9*	State Street Bank London
10*	Toronto Dominion Bank

\*Citigroup also incorporates positions held with Citibank.

Country classifications are based upon country of incorporation and/or country of domicile.

The following securities have been pledged by the Sub-Fund and are held by the counterparty in respect of financial derivative instruments.

<b>Security</b>	<b>Counterparty</b>	<b>Nominal</b>	<b>Market value GB£</b>
Accenture	State Street Bank London	7,100	1,233,823
Bank of America Common Stock	State Street Bank London	90,000	1,729,928

	Notional holdings 30 June 2020	Fair value 30 June 2020 GB£	% of Net assets 30 June 2020	Notional holdings 30 June 2019	Fair value 30 June 2019 GB£	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 99.33%)</b>						
<b>Securities (2019: 54.44%)</b>						
<b>Equities (2019: 25.73%)</b>						
Australia	-	8,650,693	0.45	-	10,953,424	0.61
Austria	-	235,977	0.01	-	313,862	0.02
Belgium	-	1,190,304	0.06	-	1,490,380	0.08
Bermuda	-	288,101	0.01	-	1,032,719	0.06
Brazil	-	-	-	-	438,039	0.02
Canada	-	11,121,576	0.58	-	15,258,087	0.85
China	-	288,312	0.01	-	200,649	0.01
<b>Cyprus</b>						
Polymetal International	4,077	65,864	-	-	-	-
Denmark	-	2,834,109	0.15	-	2,512,670	0.14
Faroe Islands	-	-	-	-	554,297	0.03
Finland	-	1,555,001	0.08	-	1,748,628	0.10
France	-	11,969,878	0.62	-	14,932,337	0.83
Germany	-	10,978,120	0.57	-	14,200,669	0.79
Hong Kong	-	4,363,023	0.23	-	5,553,929	0.31
Ireland	-	6,654,284	0.34	-	7,076,613	0.39
<b>Isle of Man</b>						
GVC Holdings	7,331	54,293	-	-	47,783	-
Israel	-	707,011	0.04	-	1,283,288	0.07
Italy	-	2,548,478	0.13	-	3,509,873	0.20
Japan	-	33,626,783	1.74	-	39,949,818	2.22
Jersey	-	-	-	-	-	-
Luxembourg	-	651,658	0.03	-	444,023	0.02
Macau	-	120,570	0.01	-	158,764	0.01
Netherlands	-	6,984,179	0.36	-	7,743,714	0.43
New Zealand	-	533,596	0.03	-	473,024	0.03
Norway	-	738,878	0.04	-	1,534,793	0.09
<b>Panama</b>						
Carnival	4,412	58,631	-	4,998	182,806	0.01
<b>Peru</b>						
Credicorp	733	79,298	-	575	103,420	0.01
Poland	-	363,253	0.02	-	518,757	0.03
Portugal	-	205,946	0.01	-	217,406	0.01
Puerto Rico	-	-	-	-	484,398	0.03
Russian Federation	-	-	-	-	28,339	-
Singapore	-	1,452,818	0.08	-	1,822,515	0.10
South Korea	-	6,243,196	0.33	-	7,135,507	0.40
Spain	-	3,026,532	0.16	-	4,375,501	0.24
Sweden	-	3,696,170	0.19	-	5,152,497	0.29
Switzerland	-	13,676,785	0.71	-	14,819,684	0.82
<b>Taiwan</b>						
E Ink Holdings	-	-	-	469,000	395,090	0.02
FIT Hon Teng	13,000	4,072	-	13,000	4,132	-
		4,072	-		399,222	0.02



**Mercer QIF CCF**  
**Mercer Investment Fund 11**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

	Notional holdings 30 June 2020	Fair value 30 June 2020 GB£	% of Net assets 30 June 2020	Notional holdings 30 June 2019	Fair value 30 June 2019 GB£	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 99.33%) (continued)</b>						
<b>Securities (2019: 54.44%) (continued)</b>						
<b>Equities (2019: 25.73%) (continued)</b>						
United Kingdom	-	17,630,417	0.91	-	26,997,156	1.50
United States of America	-	237,281,427	12.28	-	269,020,842	14.96
<b>Total equities</b>		<b>389,879,233</b>	<b>20.18</b>		<b>462,669,433</b>	<b>25.73</b>
	Nominal holdings 30 June 2020	Fair value 30 June 2020 GB£	% of Net assets 30 June 2020	Nominal holdings 30 June 2019	Fair value 30 June 2019 GB£	% of Net assets 30 June 2019
<b>Asset backed securities (2019: 0.03%)</b>						
<b>United Kingdom</b>						
Income Contingent Student Loans 1 2002-2006	564,200	546,727	0.03	592,100	559,704	0.03
<b>Total asset backed securities</b>		<b>546,727</b>	<b>0.03</b>		<b>559,704</b>	<b>0.03</b>
<b>Corporate bonds (2019: 28.52%)</b>						
<b>Australia</b>						
	-	17,488,042	0.91	-	18,074,091	1.00
<b>Belgium</b>						
Anheuser-Busch InBev 2.85% due 25/05/2037	375,000	399,773	0.02	375,000	372,229	0.02
Anheuser-Busch InBev 2.75% due 17/03/2036	-	-	-	855,000	889,248	0.05
		399,773	0.02		1,261,476	0.07
<b>Canada</b>						
	-	4,651,518	0.24	-	4,738,221	0.26
Cayman Islands	-	1,456,212	0.08	-	-	-
Denmark	-	4,284,603	0.22	-	4,883,441	0.27
<b>Finland</b>						
Nordea Bank 0.88% due 26/07/2023	2,700,000	2,492,870	0.13	2,700,000	2,477,783	0.14
France	-	31,055,064	1.58	-	28,763,380	1.60
Germany	-	6,051,308	0.31	-	8,582,316	0.48
Guernsey	-	2,217,505	0.11	-	1,134,980	0.06
Ireland	-	4,847,595	0.24	-	7,706,219	0.43
Italy	-	3,181,888	0.16	-	2,923,548	0.16
Japan	-	859,071	0.04	-	806,452	0.04
Jersey	-	7,545,633	0.39	-	-	-
Luxembourg	-	9,374,976	0.49	-	11,429,713	0.64
Mexico	-	2,745,988	0.14	-	3,364,053	0.19
Netherlands	-	44,172,815	2.29	-	40,449,158	2.25
<b>New Zealand</b>						
Fonterra Co-operative Group 9.38% due 04/12/2023	940,000	1,189,763	0.06	940,000	1,248,767	0.07
Norway	-	1,826,921	0.09	-	1,782,930	0.10
Spain	-	2,940,968	0.15	-	2,923,750	0.16
Sweden	-	8,070,742	0.42	-	7,624,380	0.42
Switzerland	-	1,918,241	0.10	-	2,634,507	0.15
United Kingdom	-	180,371,209	9.34	-	179,524,120	9.98
United States of America	-	191,637,121	9.96	-	180,640,268	10.05
<b>Total corporate bonds</b>		<b>530,779,826</b>	<b>27.47</b>		<b>512,973,554</b>	<b>28.52</b>

**Mercer QIF CCF**  
**Mercer Investment Fund 11**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

	Nominal holdings 30 June 2020	Fair value 30 June 2020 GB£	% of Net assets 30 June 2020	Nominal holdings 30 June 2019	Fair value 30 June 2019 GB£	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 99.33%) (continued)</b>						
<b>Securities (2019: 54.44%) (continued)</b>						
<b>Government bonds (2019: 0.14%)</b>						
<b>Canada</b>						
Ontario Teachers' Finance Trust 0.50% due 06/05/2025	2,400,000	2,226,672	0.12	-	-	-
France	-	2,455,456	0.12	-	2,429,397	0.14
<b>Total government bonds</b>		<b>4,682,128</b>	<b>0.24</b>		<b>2,429,397</b>	<b>0.14</b>
<b>Mortgage backed securities (2019: 0.02%)</b>						
United Kingdom	-	360,130	0.02	-	393,706	0.02
<b>Total mortgage backed securities</b>		<b>360,130</b>	<b>0.02</b>		<b>393,706</b>	<b>0.02</b>
<b>Total securities</b>		<b>926,248,044</b>	<b>47.94</b>		<b>979,093,190</b>	<b>54.44</b>
	<b>Units</b>	<b>Fair value GB£</b>	<b>% of Net assets</b>			
<b>Collective investment schemes (2019: 44.76%)</b>						
<b>Ireland (2019: 39.74%)</b>						
LDI Solutions Plus-LDI Active 7 Fund	13,660,962	658,932,404	34.12			
Other Ireland	-	242,447,080	12.54			
		901,379,484	46.66			
<b>Luxembourg (2019: 2.68%)</b>						
T Rowe Price Funds SICAV-Emerging Markets Equity Fund	1,470,751	46,362,683	2.40			
<b>United Kingdom (2019: 2.34%)</b>						
Investec Funds Series IV-Emerging Markets Equity Fund	24,993,407	38,822,259	2.01			
<b>Total collective investment schemes</b>		<b>986,564,426</b>	<b>51.07</b>			
<b>Financial derivative instruments (2019: 0.13%)</b>						
<b>Open forward foreign currency contracts (2019: 0.13%)</b>						
<b>Currency buy</b>	<b>Buy amount</b>	<b>Currency sell</b>	<b>Sell amount</b>	<b>Contract date</b>	<b>Unrealised gain GB£</b>	<b>% of Net assets</b>
AUD	8*	12	GBP	6	06/07/2020	-
CAD	8*	88	GBP	52	06/07/2020	1
CHF	8*	33	GBP	27	06/07/2020	1
DKK	8*	160	GBP	19	06/07/2020	-
EUR	10*	1,531,647	GBP	1,384,450	02/07/2020	7,804
EUR	8*	97	GBP	87	06/07/2020	2
GBP	8*	19,894,845	JPY	2,649,339,935	06/07/2020	19,873
GBP	1*	40,434,496	USD	49,882,099	02/07/2020	63,766
GBP	3*	39,621,865	USD	48,684,891	02/07/2020	220,062
HKD	8*	1,448,938	GBP	151,046	06/07/2020	251
ILS	8*	16	GBP	4	06/07/2020	-
JPY	8*	18,025	GBP	131	06/07/2020	4
NOK	8*	21	GBP	2	06/07/2020	-
NZD	8*	2	GBP	1	06/07/2020	-
SEK	8*	440	GBP	38	06/07/2020	1
SGD	8*	1	GBP	1	06/07/2020	-
USD	6*	574,024	EUR	508,133	02/07/2020	2,683
<b>Unrealised gain on open forward foreign currency contracts</b>					<b>314,448</b>	<b>0.02</b>
<b>Total financial assets at fair value through profit or loss</b>					<b>1,913,126,918</b>	<b>99.03</b>

		Notional GB£	Maturity Date	Currency	No. of contracts long	Unrealised gain GB£	% of Net assets
<b>Financial derivative instruments (2019: 0.13%) (continued)</b>							
<b>Futures contracts (2019: 0.00%)</b>							
Euro Stoxx 50 Futures	4*	761,716	44,092	EUR	26	27,994	-
S&P 500 E Mini Index Futures	4*	2,500,970	44,092	USD	20	53,835	-
<b>Unrealised gain on futures contracts</b>						<b>81,829</b>	<b>-</b>
<b>Variation margin received on futures contracts</b>						<b>(81,829)</b>	<b>-</b>
<b>Total financial derivative instruments at positive fair value</b>						<b>314,448</b>	<b>0.02</b>
<b>Financial liabilities held for trading (2019: (0.15%))</b>							
<b>Financial derivative instruments (2019: (0.15%))</b>							
<b>Open forward foreign currency contracts (2019: (0.15%))</b>							
Currency buy		Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss GB£	% of Net assets
GBP	8*	5,018,107	AUD	9,348,611	06/07/2020	(191,167)	(0.01)
GBP	8*	6,210,242	CAD	10,614,329	06/07/2020	(96,899)	(0.01)
GBP	8*	6,700,976	CHF	7,952,547	06/07/2020	(92,047)	-
GBP	8*	1,559,945	DKK	12,918,252	06/07/2020	(15,644)	-
GBP	1*	38,380,000	EUR	43,167,314	02/07/2020	(858,707)	(0.05)
GBP	11*	38,385,731	EUR	42,798,801	02/07/2020	(518,001)	(0.03)
GBP	7*	700,178	EUR	786,431	02/07/2020	(14,681)	-
GBP	5*	424,242	EUR	473,953	02/07/2020	(6,577)	-
GBP	10*	456,610	EUR	507,286	02/07/2020	(4,509)	-
GBP	8*	20,893,082	EUR	23,209,641	06/07/2020	(205,506)	(0.01)
GBP	9*	1,074,297	EUR	1,202,019	16/07/2020	(18,556)	-
GBP	2*	5,679,173	EUR	6,315,901	29/07/2020	(64,264)	-
GBP	8*	2,411,525	HKD	23,132,289	06/07/2020	(3,936)	-
GBP	8*	469,414	ILS	2,032,863	06/07/2020	(5,985)	-
GBP	8*	2,944,442	KRW	4,502,640,372	06/07/2020	(85,064)	-
GBP	8*	539,903	NOK	6,487,357	06/07/2020	(4,341)	-
GBP	8*	270,743	NZD	540,699	06/07/2020	(10,963)	-
GBP	8*	174,440	PLN	863,868	06/07/2020	(2,305)	-
GBP	8*	2,395,517	SEK	27,890,500	06/07/2020	(27,330)	-
GBP	8*	867,723	SGD	1,516,473	06/07/2020	(12,029)	-
GBP	5*	993,465	USD	1,245,732	02/07/2020	(14,734)	-
GBP	10*	565,426	USD	712,977	02/07/2020	(11,602)	-
GBP	7*	300,375	USD	381,472	02/07/2020	(8,359)	-
GBP	8*	134,685,018	USD	166,548,179	06/07/2020	(103,137)	(0.01)
GBP	3*	21,005,578	USD	26,520,000	16/07/2020	(455,778)	(0.02)
GBP	2*	46,948,897	USD	58,730,666	29/07/2020	(574,797)	(0.04)
USD	4*	1,200,000	GBP	974,621	02/07/2020	(3,434)	-
<b>Unrealised loss on open forward foreign currency contracts</b>						<b>(3,410,352)</b>	<b>(0.18)</b>
<b>Total financial liabilities held for trading</b>						<b>(3,410,352)</b>	<b>(0.18)</b>

		Notional GB£	Maturity Date	Currency	No. of contracts long	Unrealised loss GB£	% of Net assets
<b>Financial assets at fair value through profit or loss (2019: 99.32%) (continued)</b>							
<b>Financial derivative instruments (2019: (0.15)%) (continued)</b>							
<b>Futures contracts (2019: 0.00%)</b>							
FTSE 100 Index Futures	4*	122,950	18/09/2020	GBP	2	(1,239)	-
MSCI Singapore Index Futures	4*	120,144	29/07/2020	SGD	7	(1,513)	-
<b>Unrealised loss on futures contracts</b>						<b>(2,752)</b>	<b>-</b>
<b>Variation margin paid on futures contracts</b>						<b>2,752</b>	<b>-</b>
<b>Total financial derivative instruments at negative fair value</b>						<b>(3,410,352)</b>	<b>(0.18)</b>
<b>Total financial derivative instruments</b>						<b>(3,095,904)</b>	<b>(0.16)</b>
						<b>Fair value GB£</b>	<b>% of Net assets</b>
<b>Total investments at fair value through profit or loss</b>						<b>1,909,716,566</b>	<b>98.85</b>
Cash (2019: 0.57%)						14,022,844	0.73
Net current assets (2019: 0.25%)						8,206,594	0.42
<b>Net assets attributable to equity holders</b>						<b>1,931,946,004</b>	<b>100.00</b>

The following is a list of counterparties for the financial derivative instruments.

Reference	Counterparty
1*	Barclays Bank
2*	BNP Paribas
3*	Citigroup*
4*	Goldman Sachs
5*	HSBC Bank
6*	JP Morgan Chase Bank
7*	Morgan Stanley
8*	State Street Bank and Trust
9*	State Street Bank London
10*	Toronto Dominion Bank
11*	UBS Bank

\*Citigroup also incorporates positions held with Citibank.

Country classifications are based upon country of incorporation and/or country of domicile.

The following securities have been pledged by the Sub-Fund and are held by the counterparty in respect of financial derivative instruments.

Security	Counterparty	Nominal	Market value GB£
Microsoft	State Street Bank London	14,700	2,421,168

	Fair value 30 June 2020 GB£	% of Net assets 30 June 2020	Fair value 30 June 2019 GB£	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 99.32%)</b>				
<b>Securities (2019: 53.47%)</b>				
<b>Equities (2019: 28.71%)</b>				
Australia	6,239,080	0.51	7,466,835	0.68
Austria	162,606	0.01	216,102	0.02
Belgium	837,836	0.07	1,007,066	0.09
Bermuda	200,318	0.02	698,390	0.06
Brazil	-	-	299,562	0.03
Canada	8,012,119	0.65	10,380,419	0.95
Cayman Islands	13,113	-	13,531	-
China	200,054	0.02	139,546	0.01
Cyprus	52,358	-	-	-
Denmark	2,036,988	0.17	1,699,726	0.15
Faroe Islands	-	-	379,444	0.03
Finland	1,154,880	0.09	1,180,040	0.11
France	8,676,667	0.71	10,129,007	0.92
Germany	8,020,754	0.66	9,690,490	0.88
Hong Kong	3,138,363	0.26	3,753,009	0.34
Ireland	4,911,330	0.40	4,787,410	0.44
Isle of Man	38,622	-	33,991	-
Israel	519,467	0.04	862,034	0.08
Italy	1,832,414	0.15	2,434,672	0.22
Japan	24,504,064	2.00	27,277,953	2.49
Luxembourg	455,009	0.04	383,023	0.03
Macau	90,140	0.01	108,441	0.01
Netherlands	5,106,589	0.42	5,265,424	0.48
New Zealand	372,757	0.03	322,322	0.03
Norway	543,576	0.04	1,022,576	0.09
Panama	45,688	-	125,748	0.01
Peru	61,664	0.01	72,484	0.01
Poland	264,509	0.02	354,657	0.03
Portugal	144,679	0.01	136,775	0.01
Puerto Rico	-	-	331,625	0.03
Russia	-	-	19,448	-
Singapore	1,153,082	0.09	1,398,453	0.13
South Korea	4,543,818	0.37	4,874,048	0.44
Spain	2,180,272	0.18	2,927,952	0.27
Sweden	2,713,008	0.22	3,502,203	0.32
Switzerland	9,954,285	0.81	10,035,466	0.91
Taiwan	2,819	-	273,274	0.02
United Kingdom	12,828,674	1.06	18,316,453	1.68
United States of America	174,042,615	14.23	183,376,418	16.71
<b>Total equities</b>	<b>285,054,217</b>	<b>23.30</b>	<b>315,296,017</b>	<b>28.71</b>
<b>Asset backed securities (2019: 0.02%)</b>				
United Kingdom	238,091	0.02	243,742	0.02
<b>Total asset backed securities</b>	<b>238,091</b>	<b>0.02</b>	<b>243,742</b>	<b>0.02</b>
<b>Corporate bonds (2019: 24.62%)</b>				
Australia	9,281,936	0.76	8,874,998	0.81
Belgium	250,524	0.02	784,492	0.07
Canada	2,643,261	0.22	1,379,966	0.13
Cayman Islands	625,957	0.05	-	-
Denmark	2,446,414	0.20	5,123,302	0.47
Finland	1,661,913	0.14	1,651,854	0.15
France	16,681,429	1.36	19,034,608	1.73

	Fair value 30 June 2020 GB£	% of Net assets 30 June 2020	Fair value 30 June 2019 GB£	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 99.32%) (continued)</b>				
<b>Securities (2019: 53.47%) (continued)</b>				
<b>Corporate bonds (2019: 24.62%) (continued)</b>				
Germany	3,079,981	0.25	3,943,718	0.36
Guernsey	1,628,517	0.13	722,260	0.07
Ireland	2,525,154	0.21	3,699,903	0.34
Italy	1,636,538	0.13	2,442,546	0.22
Japan	213,363	0.02	1,099,910	0.10
Jersey	3,617,385	0.30	-	-
Luxembourg	5,047,017	0.41	5,604,025	0.51
Mexico	1,220,465	0.10	2,383,493	0.22
Netherlands	24,420,491	1.99	23,214,983	2.11
New Zealand	518,939	0.04	544,675	0.05
Norway	793,227	0.06	700,725	0.06
Spain	1,571,935	0.13	2,029,307	0.18
Sweden	4,303,889	0.35	4,985,169	0.45
Switzerland	1,214,138	0.10	846,725	0.08
United Kingdom	89,814,899	7.34	97,329,159	8.86
United States of America	103,391,633	8.46	84,015,328	7.65
<b>Total corporate bonds</b>	<b>278,589,005</b>	<b>22.77</b>	<b>270,411,146</b>	<b>24.62</b>
<b>Government bonds (2019: 0.10%)</b>				
Canada	1,391,670	0.11	-	-
France	1,056,110	0.09	1,044,902	0.10
<b>Total government bonds</b>	<b>2,447,780</b>	<b>0.20</b>	<b>1,044,902</b>	<b>0.10</b>
<b>Mortgage backed securities (2019: 0.02%)</b>				
United Kingdom	158,362	0.01	173,125	0.02
<b>Total mortgage backed securities</b>	<b>158,362</b>	<b>0.01</b>	<b>173,125</b>	<b>0.02</b>
<b>Total securities</b>	<b>566,487,455</b>	<b>46.30</b>	<b>587,168,932</b>	<b>53.47</b>
<b>Collective investment schemes (2019: 45.72%)</b>				
	Units	Fair value GB£	% of Net assets	
<b>Ireland (2019: 40.08%)</b>				
LDI Solutions Plus ICAV - LDI Active 8 Fund	5,533,121	423,448,609	34.61	
Other Ireland	-	159,695,086	13.05	
		<b>583,143,695</b>	<b>47.66</b>	
<b>Luxembourg (2019: 3.01%)</b>				
T Rowe Price Funds SICAV - Emerging Markets Equity Fund	1,064,029	33,541,542	2.73	
<b>United Kingdom (2019: 2.63%)</b>				
Investec Funds Series IV - Emerging Markets Equity Fund	18,239,254	28,331,033	2.32	
<b>Total collective investment schemes</b>		<b>645,016,270</b>	<b>52.71</b>	

Currency buy	Buy amount	Currency sell	Sell amount	Contract date	Unrealised gain GB£	% of Net assets
<b>Financial assets at fair value through profit or loss (2019: 99.32%) (continued)</b>						
<b>Financial derivative instruments (2019: 0.13%)</b>						
<b>Open forward foreign currency contracts (2019: 0.13%)</b>						
AUD	8*	8	GBP	4	06/07/2020	-
CAD	8*	43	GBP	25	06/07/2020	-
CHF	8*	19	GBP	16	06/07/2020	-
DKK	8*	111	GBP	13	06/07/2020	-
EUR	10*	918,989	GBP	830,670	02/07/2020	4,682
EUR	8*	66	GBP	59	06/07/2020	1
GBP	8*	14,446,365	JPY	1,923,781,793	06/07/2020	14,428
GBP	3*	25,306,663	USD	31,095,259	02/07/2020	140,555
GBP	5*	25,856,746	USD	31,924,255	02/07/2020	19,712
GBP	1*	605,595	USD	746,207	02/07/2020	1,673
HKD	8*	1,038,625	GBP	108,273	06/07/2020	180
JPY	8*	18,225	GBP	134	06/07/2020	3
NZD	8*	4	GBP	2	06/07/2020	-
SEK	8*	210	GBP	18	06/07/2020	-
SGD	8*	7	GBP	4	06/07/2020	-
USD	6*	194,102	EUR	171,821	02/07/2020	907
<b>Unrealised gain on open forward foreign currency contracts</b>					<b>182,141</b>	<b>0.02</b>
<b>Total financial assets at positive fair value through profit or loss</b>					<b>1,211,685,866</b>	<b>99.03</b>

**Futures contracts (2019: 0.00%)**

	Notional GB£	Maturity date	Currency	No. of contracts long	Unrealised gain GB£	% of Net assets	
Euro Stoxx 50	4*	791,013	18/09/2020	EUR	27	29,071	-
FTSE 100 Index Futures	4*	430,325	18/09/2020	GBP	7	2,433	-
S&P 500 E-Mini Index Futures	4*	1,625,630	18/09/2020	USD	13	34,992	0.01
SPI 200 Futures	4*	164,157	17/09/2020	AUD	2	3,371	-
<b>Unrealised gain on futures contracts</b>					<b>69,867</b>	<b>0.01</b>	
<b>Variation margin paid on futures contracts</b>					<b>(69,867)</b>	<b>(0.01)</b>	
<b>Total financial derivative instruments at positive fair value</b>					<b>182,141</b>	<b>0.02</b>	

**Financial liabilities held for trading (2019: (0.15%))**

**Financial derivative instruments (2019: (0.15%))**

**Open forward foreign currency contracts (2019: (0.15%))**

Currency buy	Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss GB£	% of Net assets
GBP	8*	3,643,824	AUD	6,788,357	06/07/2020	(138,814)
GBP	8*	4,509,565	CAD	7,707,591	06/07/2020	(70,363)
GBP	8*	4,866,412	CHF	5,775,332	06/07/2020	(66,846)
GBP	8*	1,132,785	DKK	9,380,842	06/07/2020	(11,361)
GBP	10*	298,788	EUR	331,949	02/07/2020	(2,950)
GBP	5*	274,381	EUR	306,532	02/07/2020	(4,254)
GBP	7*	453,942	EUR	509,862	02/07/2020	(9,518)
GBP	11*	24,754,057	EUR	27,599,942	02/07/2020	(334,046)
GBP	1*	24,757,917	EUR	27,846,003	02/07/2020	(553,853)
GBP	8*	15,172,602	EUR	16,854,892	06/07/2020	(149,239)
GBP	9*	482,622	EUR	540,000	16/07/2020	(8,336)

Currency buy		Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss GB£	% of Net assets
<b>Financial liabilities held for trading (2019: (0.15)%) (continued)</b>							
<b>Financial derivative instruments (2019: (0.15)%) (continued)</b>							
<b>Open forward foreign currency contracts (2019: (0.15)%) (continued)</b>							
GBP	2*	2,414,781	EUR	2,685,614	29/07/2020	(27,413)	-
GBP	8*	1,924,065	HKD	18,466,063	06/07/2020	(4,152)	-
GBP	8*	340,731	ILS	1,475,583	06/07/2020	(4,344)	-
GBP	8*	2,138,616	KRW	3,270,371,528	06/07/2020	(61,784)	-
GBP	8*	391,909	NOK	4,709,094	06/07/2020	(3,151)	-
GBP	8*	196,555	NZD	392,539	06/07/2020	(7,959)	-
GBP	8*	126,700	PLN	627,447	06/07/2020	(1,674)	-
GBP	8*	1,739,111	SEK	20,248,110	06/07/2020	(19,841)	-
GBP	8*	630,058	SGD	1,101,119	06/07/2020	(8,734)	-
GBP	7*	188,194	USD	239,004	02/07/2020	(5,237)	-
GBP	10*	359,201	USD	452,936	02/07/2020	(7,371)	-
GBP	8*	97,808,745	USD	120,947,902	06/07/2020	(74,910)	(0.01)
GBP	3*	9,156,278	USD	11,560,000	16/07/2020	(198,673)	(0.02)
GBP	2*	20,239,148	USD	25,318,151	29/07/2020	(247,800)	(0.02)
USD	4*	750,000	GBP	609,138	02/07/2020	(2,146)	-
<b>Unrealised loss on open forward foreign currency contracts</b>						<b>(2,024,769)</b>	<b>(0.17)</b>
<b>Total financial liabilities held for trading</b>						<b>(2,024,769)</b>	<b>(0.17)</b>
<b>Futures contracts (2019: Nil)</b>							
		Notional GB£	Maturity date	Currency	No. of contracts long	Unrealised loss GB£	% of Net assets
TOPIX Index Futures	4*	116,914	10/09/2020	JPY	1	(5,139)	-
<b>Unrealised loss on futures contracts</b>						<b>(5,139)</b>	<b>-</b>
<b>Variation margin received on futures contracts</b>						<b>5,139</b>	<b>-</b>
<b>Total financial derivative instruments at negative fair value</b>						<b>(2,024,769)</b>	<b>(0.17)</b>
<b>Total financial derivative instruments</b>						<b>(1,842,628)</b>	<b>(0.15)</b>
						<b>Fair value GB£</b>	<b>% of Net assets</b>
<b>Total investments at fair value through profit or loss/held for trading</b>						<b>1,209,661,097</b>	<b>98.86</b>
Cash (2019: 0.60%)						9,282,283	0.76
Net current assets (2019: 0.23%)						4,656,365	0.38
<b>Net assets attributable to equity holders</b>						<b>1,223,599,745</b>	<b>100.00</b>



The following is a list of counterparties for the financial derivative instruments.

<b>Reference</b>	<b>Counterparty</b>
1*	Barclays Bank
2*	BNP Paribas Securities Services
3*	Citigroup*
4*	Goldman Sachs
5*	HSBC Bank
6*	JP Morgan Chase Bank
7*	Morgan Stanley
8*	State Street Bank and Trust
9*	State Street Bank London
10*	Toronto Dominion Bank
11*	UBS Bank

\*Citigroup also incorporates positions held with Citibank.

Country classifications are based upon country of incorporation and/or country of domicile.

The following securities have been pledged by the Sub-Fund and are held by the counterparty in respect of financial derivative instruments.

<b>Security</b>	<b>Counterparty</b>	<b>Nominal</b>	<b>Market value GB£</b>
Microsoft	State Street Bank London	10,700	<u><u>1,762,347</u></u>

	Fair value 30 June 2020 US\$	% of Net assets 30 June 2020	Fair value 30 June 2019 US\$	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 97.57%)</b>				
<b>Securities (2019: 97.49%)</b>				
<b>Equities (2019: 68.08%)</b>				
Argentina	20,700	-	202,284	0.02
Australia	19,336,970	1.28	12,250,165	1.45
Austria	374,146	0.02	364,798	0.04
Belgium	2,745,159	0.18	1,924,029	0.23
Bermuda	778,294	0.05	453,855	0.05
Brazil	6,301,918	0.42	5,025,102	0.60
Canada	31,916,182	2.11	19,103,051	2.28
Cayman Islands	249,115	0.02	-	-
Chile	665,996	0.04	544,586	0.06
China	47,431,443	3.14	18,798,111	2.24
Colombia	177,674	0.01	224,891	0.03
Cyprus	194,322	0.01	-	-
Czech Republic	135,969	0.01	126,415	0.01
Denmark	7,645,585	0.51	3,476,203	0.41
Egypt	185,400	0.01	112,521	0.01
Finland	2,869,308	0.19	1,419,284	0.17
France	26,948,023	1.78	16,624,598	1.97
Germany	25,490,160	1.69	14,740,250	1.75
Greece	125,187	0.01	264,751	0.03
Hong Kong	16,015,835	1.06	10,603,470	1.26
Hungary	343,994	0.02	245,803	0.03
India	11,130,624	0.74	-	-
Indonesia	2,132,721	0.14	1,661,560	0.20
Ireland	17,040,928	1.13	7,798,539	0.92
Isle of Man	94,153	0.01	85,352	0.01
Israel	1,968,939	0.13	1,135,789	0.13
Italy	3,933,272	0.26	2,543,438	0.30
Japan	74,720,001	4.94	41,048,326	4.88
Luxembourg	442,089	0.03	366,832	0.04
Macau	223,802	0.01	203,697	0.02
Malaysia	2,311,228	0.15	1,448,600	0.17
Mexico	2,348,497	0.16	1,843,023	0.22
Netherlands	17,514,862	1.16	8,556,298	1.01
New Zealand	1,205,305	0.08	540,839	0.06
Norway	1,932,252	0.13	1,411,608	0.17
Panama	151,064	0.01	279,300	0.03
Peru	293,618	0.02	234,032	0.03
Philippines	1,117,085	0.07	1,039,637	0.12
Poland	905,648	0.06	927,365	0.11
Portugal	240,210	0.02	118,362	0.01
Qatar	1,223,980	0.08	709,726	0.08
Romania	43,024	-	74,390	0.01
Russia	4,488,367	0.30	3,220,507	0.38
Saudi Arabia	3,799,729	0.25	-	-
Singapore	3,371,295	0.22	2,544,836	0.30
South Africa	4,689,827	0.31	4,017,450	0.48
South Korea	16,217,809	1.07	9,248,142	1.10
Spain	5,492,804	0.36	4,518,684	0.54
Sweden	8,757,595	0.58	4,568,807	0.54
Switzerland	30,867,802	2.04	16,765,608	1.99
Taiwan	17,552,176	1.16	8,599,794	1.02
Thailand	3,061,741	0.20	2,093,444	0.25
Turkey	722,868	0.05	457,518	0.05
United Arab Emirates	721,983	0.05	535,595	0.06

	Fair value 30 June 2020 US\$	% of Net assets 30 June 2020	Fair value 30 June 2019 US\$	% of Net assets 30 June 2019
<b>Financial assets at fair value through profit or loss (2019: 97.57%) (continued)</b>				
<b>Securities (2019: 97.49%) (continued)</b>				
<b>Equities (2019: 68.08%) (continued)</b>				
United Kingdom	42,097,038	2.78	30,722,090	3.65
United States of America	597,896,599	39.54	308,182,664	36.56
<b>Total equities</b>	<b>1,070,662,315</b>	<b>70.80</b>	<b>574,006,019</b>	<b>68.08</b>
<b>Corporate bonds (2019: 28.81%)</b>				
Australia	14,017,694	0.93	7,868,607	0.93
Austria	371,140	0.02	386,006	0.05
Belgium	1,427,705	0.09	485,261	0.06
Canada	7,193,645	0.48	4,090,827	0.49
Chile	1,789,102	0.12	1,051,147	0.12
China	2,552,386	0.17	1,793,860	0.21
Denmark	2,698,981	0.18	2,152,734	0.26
Finland	989,511	0.07	1,014,053	0.12
France	25,081,915	1.66	13,822,428	1.64
Germany	5,398,937	0.36	3,004,006	0.36
India	1,343,584	0.09	-	-
Ireland	2,880,481	0.19	2,358,949	0.28
Italy	9,105,000	0.60	5,549,764	0.66
Japan	2,532,694	0.17	1,706,565	0.20
Luxembourg	5,894,905	0.39	3,471,905	0.41
Mexico	4,988,133	0.33	2,676,179	0.32
Netherlands	20,252,939	1.34	14,370,050	1.70
Norway	1,001,536	0.07	581,137	0.07
Panama	-	-	457,568	0.05
South Korea	1,684,031	0.11	851,698	0.10
Spain	5,172,352	0.34	4,277,810	0.51
Sweden	2,742,503	0.18	1,837,470	0.22
Switzerland	4,631,334	0.31	2,516,400	0.30
United Kingdom	41,640,940	2.75	27,094,155	3.21
United States of America	256,056,890	16.93	139,526,840	16.54
<b>Total corporate bonds</b>	<b>421,448,338</b>	<b>27.88</b>	<b>242,945,419</b>	<b>28.81</b>
<b>Government bonds (2019: 0.60%)</b>				
United States of America	2,136	-	5,090,258	0.60
<b>Total government bonds</b>	<b>2,136</b>	<b>-</b>	<b>5,090,258</b>	<b>0.60</b>
<b>Total securities</b>	<b>1,492,112,789</b>	<b>98.68</b>	<b>822,041,696</b>	<b>97.49</b>

**Mercer QIF CCF**  
**Mercer Investment Fund 16**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

Currency buy		Buy amount	Currency sell	Sell amount	Contract date	Unrealised gain US\$	% of Net assets
<b>Financial assets at fair value through profit or loss (2019: 97.57%) (continued)</b>							
<b>Financial derivative instruments (2019: 0.08%)</b>							
<b>Open forward foreign currency contracts (2019: 0.02%)</b>							
EUR	2*	8,903,973	GBP	8,000,000	04/09/2020	126,058	0.01
EUR	7*	2,946,767	USD	3,312,583	04/09/2020	1,711	-
EUR	1*	2,648,998	USD	2,934,073	28/08/2020	44,849	-
EUR	6*	2,374,104	USD	2,608,998	28/08/2020	60,792	0.01
GBP	1*	453,333	USD	558,705	28/08/2020	1,620	-
USD	5*	2,215,461	EUR	1,969,297	17/07/2020	2,939	-
USD	4*	565,439	EUR	500,000	28/08/2020	3,166	-
USD	7*	2,684,263	EUR	2,380,000	04/09/2020	7,424	-
USD	5*	1,474,032	EUR	1,297,232	28/08/2020	15,234	-
USD	5*	154,835	GBP	125,194	28/08/2020	93	-
USD	6*	493,355	GBP	388,744	28/08/2020	12,863	-
USD	7*	710,852	GBP	560,000	04/09/2020	18,662	-
<b>Unrealised gain on forward foreign currency contracts</b>						<b>295,411</b>	<b>0.02</b>
<b>Futures contracts (2019: 0.06%)</b>							
		Notional US\$	Maturity date	Currency	No. of contracts long/(short)	Unrealised gain US\$	% of Net assets
2 Year US Treasury Note Futures	3*	15,457,969	30/09/2020	USD	70	3,063	-
Euro Bund Future	7*	6,740,787	08/09/2020	EUR	34	98,523	0.01
Euro Buxl Futures	3*	247,048	08/09/2020	EUR	1	1,393	-
Euro Schatz Future	3*	3,022,801	08/09/2020	EUR	24	2,286	-
Euro Stoxx Index 50 Futures	8*	1,230,770	18/09/2020	EUR	34	54,798	-
FTSE 100 Index Futures	8*	759,585	18/09/2020	GBP	10	18,040	-
MSCI India Index Futures	8*	985,700	18/09/2020	USD	20	10,600	-
S&P 500 E Mini Index Futures	8*	5,562,360	18/09/2020	USD	36	119,701	0.01
US Long Bond Futures	3*	12,856,500	21/09/2020	USD	72	73,930	0.01
US Ultra Bond Futures	3*	2,617,875	21/09/2020	USD	12	7,367	-
<b>Unrealised gain on futures contracts</b>						<b>389,701</b>	<b>0.03</b>
<b>Variation margin received on futures contracts</b>						<b>(389,701)</b>	<b>(0.03)</b>
<b>Interest rate swaps (2019: 0.00%)</b>							
		Fund pays	Maturity Date	Currency	Notional holdings	Fair value US\$	% of Net assets
Fixed 0.90%	3*	Less than 1 Month SONIA	08/05/2022	GBP	680,000	15,380	-
Fixed 1.00%	3*	12 Month SONIA	08/05/2025	GBP	700,000	43,936	-
Fixed 1.25%	3*	12 Month SONIA	08/05/2040	GBP	100,000	26,585	-
Fixed 1.25%	3*	12 Month Libor	08/05/2049	GBP	480,000	187,102	0.01
Fixed 1.10%	3*	12 Month SONIA	08/05/2030	GBP	25,000	3,129	-
Fixed 1.20%	3*	12 Month SONIA	08/05/2035	GBP	140,000	27,082	-
<b>Total interest rate swaps at positive fair value</b>						<b>303,214</b>	<b>0.01</b>
<b>Variation margin received on interest rate swaps</b>						<b>(303,214)</b>	<b>(0.01)</b>
<b>Total financial derivative instruments at positive fair value</b>						<b>295,411</b>	<b>0.02</b>
<b>Total financial assets at fair value through profit or loss</b>						<b>1,492,408,200</b>	<b>98.70</b>

**Mercer QIF CCF**  
**Mercer Investment Fund 16**

**Portfolio Statement**  
**as at 30 June 2020**  
**(continued)**

Currency buy	Buy amount	Currency sell	Sell amount	Contract date	Unrealised loss US\$	% of Net Assets	
<b>Financial liabilities held for trading (2019: (0.08)%)</b>							
<b>Financial derivative instruments (2019: (0.08)%)</b>							
<b>Open forward foreign currency contracts (2019: (0.02)%)</b>							
GBP	7*	71,745	EUR	80,000	04/09/2020	(1,297)	-
GBP	7*	450,000	USD	570,919	04/09/2020	(14,694)	-
USD	3*	2,048,993	GBP	1,660,026	28/08/2020	(2,817)	-
<b>Unrealised loss on forward foreign currency contracts</b>						<b>(18,808)</b>	<b>-</b>
<b>Futures contracts (2019: (0.06)%)</b>							
	Notional US\$	Maturity date	Currency	No. of contracts long/(short)	Unrealised loss US\$	% of Net assets	
10 Year US Treasury Note Futures	7*	(11,551,266)	21/09/2020	USD	(83)	(50,188)	-
10 Year US Treasury Note Futures	3*	(31,731,188)	21/09/2020	USD	(228)	(103,391)	(0.01)
5 Year US Treasury Note Futures	3*	(2,137,617)	30/09/2020	USD	(17)	(9,523)	-
Euro BOBL Futures	3*	(2,577,247)	08/09/2020	EUR	(17)	(12,018)	-
Euro Bund Future	3*	(396,517)	08/09/2020	EUR	(2)	(6,672)	-
Long Gilt Futures	3*	(4,081,634)	28/09/2020	GBP	(24)	(5,165)	-
Long Gilt Futures	7*	(3,231,293)	28/09/2020	GBP	(19)	(7,451)	-
TOPIX Index Futures	8*	722,297	10/09/2020	JPY	5	(28,595)	-
<b>Unrealised loss on futures contracts</b>						<b>(223,003)</b>	<b>(0.01)</b>
<b>Variation margin paid on futures contracts</b>						<b>223,003</b>	<b>0.01</b>
<b>Interest rate swaps (2019: 0.00%)</b>							
	Fund pays	Maturity Date	Currency	Notional holdings	Fair value US\$	% of Net assets	
12 Month SONIA	3*	Fixed 1.00%	08/05/2026	GBP	315,000	(23,261)	-
<b>Total interest rate swaps at negative fair value</b>						<b>(23,261)</b>	<b>-</b>
<b>Variation margin paid on interest rate swaps</b>						<b>23,261</b>	<b>-</b>
<b>Total financial derivative instruments at negative fair value</b>						<b>(18,808)</b>	<b>-</b>
<b>Total financial liabilities held for trading</b>						<b>(18,808)</b>	<b>-</b>
<b>Total financial derivative instruments</b>						<b>276,603</b>	<b>0.02</b>
						<b>Fair value US\$</b>	<b>% of Net assets</b>
<b>Total investments at fair value through profit or loss/held for trading</b>						<b>1,492,389,392</b>	<b>98.69</b>
Cash (2019: 1.75%)						11,992,767	0.80
Net current assets (2019: 1.37%)						7,751,441	0.51
<b>Net assets attributable to equity holders</b>						<b>1,512,133,600</b>	<b>100.00</b>

The following is a list of counterparties for the financial derivative instruments.

<b>Reference</b>	<b>Counterparty</b>
1*	Bank of America Merrill Lynch
2*	Barclays Bank
3*	Citigroup*
4*	HSBC Bank
5*	JP Morgan Chase Bank
6*	Morgan Stanley
7*	Royal Bank of Scotland
8*	UBS Bank

\*Citigroup also incorporates positions held with Citibank.

Country classifications are based upon country of incorporation and/or country of domicile.

The following securities have been received by the Sub-Fund in respect of financial derivative instruments.

<b>Security</b>	<b>Counterparty</b>	<b>Nominal</b>	<b>Market value US\$</b>
Colonial Pipeline Co 3.75% due 01/10/2025	Citigroup	21,000	23,076

**Report on the audit of the financial statements****Opinion**

We have audited the financial statements of

- Mercer Return Seeking Fund 1,
- Mercer Fundamental Indexation Global Equity CCF,
- Mercer Passive Global Equity CCF,
- Mercer Investment Fund 2,
- Mercer Investment Fund 3 CCF,
- Mercer Investment Fund 5 CCF,
- SH Pension Investment Fund,
- Mercer Investment Fund 10,
- Mercer Investment Fund 11,
- Mercer Investment Fund 12, and
- Mercer Investment Fund 16

(collectively "the Sub-Funds") of Mercer QIF CCF ("the CCF") for the year ended 30 June 2020, which comprise the Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Units/Statement of Changes in Equity, Statement of Cash Flows and related notes, including the summary of significant accounting policies set out in Note 2. The financial reporting framework that has been applied in their preparation is Irish Law and International Financial Reporting Standards (IFRS) as adopted by the European Union.

In our opinion, the accompanying financial statements:

- give a true and fair view of the assets, liabilities and financial position of the Sub-Funds of the CCF as at 30 June 2019 and of its change in net assets attributable to holders of redeemable participating units/equity holders for the year then ended;
- have been properly prepared in accordance with IFRS as adopted by the European Union; and
- have been properly prepared in accordance with the Investment Funds, Companies and Miscellaneous Provisions Act 2005 (Revised).

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the CCF and its Sub-Funds in accordance with ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and accounting Supervisory Authority (IAASA), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**We have nothing to report on going concern**

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of approval of the financial statements. We have nothing to report in these respects.

**Other information**

The Manager is responsible for the other information presented in the Annual report together with the financial statements. The other information comprises the information included in the Investment Manager's Report, Statement of the AIFM's Responsibilities, Report of the Depositary to the Unitholders of Mercer QIF CCF, Portfolio Statements, Unaudited Information in Respect of Underlying Investments and Unaudited Supplemental Information. The financial statements and our auditor's report thereon do not comprise part of the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work we have not identified material misstatements in the other information.

**Report on the audit of the financial statements (continued)****Respective responsibilities and restrictions on use*****Responsibilities of the AIFM for the financial statements***

As explained more fully in the AIFM's responsibilities statement set out on page 13, the AIFM is responsible for: the preparation of the financial statements including being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the Sub-Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the Sub-Funds or to cease operations, or have no realistic alternative but to do so.

The Investment Manager is responsible for the maintenance and integrity of the corporate and financial information related to Mercer QIF CCF on the Investment Manager's website. The Legislation in the Republic of Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

***Auditor's responsibilities for the audit of the financial statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A fuller description of our responsibilities is provided on IAASA's website at [https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description\\_of\\_auditors\\_responsibilities\\_for\\_audit.pdf](https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf).

***The purpose of our audit work and to whom we owe our responsibilities***

Our report is made solely to the Sub-Funds' Unitholders, as a body in accordance with Section 18 of the Investment Funds, Companies and Miscellaneous Provisions Act 2005 (Revised). Our audit work has been undertaken so that we might state to the Sub-Funds' Unitholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Sub-Funds of the CCF and the Sub-Funds' Unitholders as a body, for our audit work, for this report, or for the opinions we have formed.

**Darina Barrett**

For and on behalf of

**KPMG****Chartered Accountants, Statutory Audit Firm**

1 Harbourmaster Place  
International Financial Services Centre  
Dublin 1  
Ireland

16 November 2020



## Mercer QIF CCF

## Statement of Financial Position as at 30 June 2020

	Notes	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
<b>Assets</b>							
Cash and cash equivalents	2,7	20,424,219	14,147,781	18,102,814	201,514,185	65,550,898	617,148
Due from broker	2,7	10,698,370	3,027,120	4,301,211	935,232	-	-
Receivable for securities sold		1,563,711	-	130,727	8,618,245	280,753	-
Subscriptions receivable		-	39	149,813	-	-	-
Other assets		4,737,090	1,248,744	2,212,711	11,544,460	7,059,123	25,926
Reverse repurchase agreements	2,7	-	-	-	-	271,692,243	-
Financial assets at fair value through profit or loss:	2,7	1,982,987,252	1,070,016,723	2,004,985,749	10,363,922,706	1,443,303,548	-
- Securities		364,841,341	-	-	6,062,395	353,990,929	552,855,639
- Collective investment schemes		6,535,528	4,733,370	11,484,444	32,800	13,256,770	106,756
- Financial derivative instruments		-	-	-	-	-	-
<b>Total assets</b>		<b>2,391,787,511</b>	<b>1,093,173,777</b>	<b>2,041,367,469</b>	<b>10,592,630,023</b>	<b>2,155,134,264</b>	<b>553,605,469</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss:	2,7	-	-	-	-	(429,353,173)	-
- Securities sold short		-	-	-	-	-	-
Financial liabilities held for trading:	2,7	(1,250,131)	(4,974,478)	(3,218,178)	-	(7,243,419)	-
- Financial derivative instruments		-	-	-	-	(607,724,110)	-
Repurchase agreements	2,7	-	-	-	-	-	-
Due to broker	2,7	-	-	-	-	-	-
Bank overdraft	2	-	-	-	-	(10)	-
Expenses payable		(1,073,385)	(640,733)	(747,583)	(12,538,975)	(700,068)	(81,362)
Interest payable		(60,826)	(94,191)	(134,252)	-	(1,639,553)	-
Redemptions payable		-	(751,021)	(1,207,884)	-	(26,000,000)	(18,426)
Payable for securities purchased		(1,158,084)	-	(130,268)	(16,192,813)	(850,678)	-
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating units/equity holders)</b>		<b>(3,542,426)</b>	<b>(6,460,423)</b>	<b>(5,438,165)</b>	<b>(28,731,788)</b>	<b>(1,073,511,011)</b>	<b>(99,788)</b>
<b>Net assets attributable to holders of redeemable participating units/equity holders</b>		<b>2,388,245,085</b>	<b>1,086,713,354</b>	<b>2,035,929,304</b>	<b>10,563,898,235</b>	<b>1,081,623,253</b>	<b>553,505,681</b>
<b>On behalf of the Directors of the AIFM</b>							
		Liam Miley	Tom Finlay				
		Director	Director				
						16 November 2020	

The accompanying notes form an integral part of these financial statements.

**Mercer QIF CCF****Statement of Financial Position  
as at 30 June 2020  
(continued)**

	Notes	SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	Mercer Investment Fund 16 US\$
<b>Assets</b>						
Cash and cash equivalents	2,7	65,710	30,258,650	14,022,844	9,282,283	11,993,326
Due from broker	2,7	-	4,030,677	2,115,089	1,604,944	4,485,850
Receivable for securities sold		-	51,184	41,976	28,740	552,367
Subscriptions receivable		-	729,343	598,948	410,299	-
Other assets		1,071,803	16,720,256	6,856,212	3,574,450	4,699,164
Reverse repurchase agreements	2,7	-	-	-	-	-
Financial assets at fair value through profit or loss:						
- Securities	2,7	-	1,837,334,132	926,248,044	566,487,455	1,492,112,789
- Collective investment schemes		3,990,852,055	1,471,713,177	986,564,426	645,016,270	-
- Financial derivative instruments		-	185,616	314,448	182,141	295,411
<b>Total assets</b>		<b>3,991,989,568</b>	<b>3,361,023,035</b>	<b>1,936,761,987</b>	<b>1,226,586,582</b>	<b>1,514,138,907</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss:	2,7	-	-	-	-	-
- Securities sold short		-	-	-	-	-
Financial liabilities held for trading:	2,7	-	(7,599,525)	(3,410,352)	(2,024,769)	(18,808)
- Financial derivative instruments		-	-	-	-	-
Repurchase agreements	2,7	-	-	-	-	(566,300)
Due to broker	2,7	-	-	-	-	(559)
Bank overdraft		(59,978)	-	-	-	(495,401)
Expenses payable		(677,308)	(1,602,532)	(1,003,125)	(662,729)	(869,743)
Interest payable	2	-	-	-	-	-
Redemptions payable		-	-	-	-	-
Payable for securities purchased		-	(681,727)	(402,506)	(299,339)	(54,496)
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating units/equity holders)</b>		<b>(737,286)</b>	<b>(9,883,784)</b>	<b>(4,815,963)</b>	<b>(2,986,837)</b>	<b>(2,005,307)</b>
<b>Net assets attributable to holders of redeemable participating units/equity holders</b>		<b>3,991,252,282</b>	<b>3,351,139,251</b>	<b>1,931,946,004</b>	<b>1,223,599,745</b>	<b>1,512,133,600</b>

**On behalf of the Directors of the AIFM****Tom Finlay****Liam Miley****Director****Director****16 November 2020***The accompanying notes form an integral part of these financial statements.*

## Mercer QIF CCF

## Comparative Statement of Financial Position as at 30 June 2019

	Notes	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
<b>Assets</b>							
Cash and cash equivalents	2,7	18,059,904	14,124,451	30,326,189	217,374,296	4,934,026	574,056
Cash due from broker	2,7	3,081,025	1,573,466	2,434,229	199,950	-	-
Other assets		2,726,362	1,802,086	3,439,249	13,106,476	5,325,624	138,308
Receivable for securities sold		1,881,835	19,097,965	18,642	16,253,563	200,000	-
Subscriptions receivable		-	5,017	207,852	-	-	108,027
Reverse repurchase agreements	2,7	-	-	-	-	75,228,150	-
Financial assets at fair value through profit or loss:	2,7						
- Securities		1,942,625,203	1,389,107,707	2,689,898,794	8,862,867,775	1,011,332,734	-
- Collective investment schemes		345,259,919	-	-	11,200,770	351,915,514	546,631,883
- Financial derivative instruments		12,893,515	11,534,828	24,591,736	113,746	2,864,119	115,994
<b>Total assets</b>		<b>2,326,527,763</b>	<b>1,437,245,520</b>	<b>2,750,916,691</b>	<b>9,121,116,576</b>	<b>1,451,800,167</b>	<b>547,568,268</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss:	2,7						
- Securities sold short		-	-	-	-	(76,320,603)	-
Financial liabilities held for trading:	2,7						
- Financial derivative instruments		(1,535,653)	(3,460,552)	(4,914,940)	-	(74,617,506)	-
Repurchase agreements	2,7	(2,697,813)	(1,584,965)	-	(16,095,604)	(229,679,500)	(29,896)
Payable for securities purchased	2,7	(146)	(710,222)	(2,328)	-	(290,487)	-
Bank overdraft	2	(28,000)	(19,430,224)	(20,923)	-	(998)	-
Redemptions payable		(886,224)	(640,511)	(733,341)	(11,522,629)	(2,000,000)	(617)
Expenses payable		(198,858)	(87,943)	(145,292)	-	(636,315)	(105,183)
Interest payable		-	-	(145,292)	-	(1,268,198)	-
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating units/equity holders)</b>		<b>(5,346,694)</b>	<b>(25,914,417)</b>	<b>(5,816,824)</b>	<b>(27,618,233)</b>	<b>(384,813,607)</b>	<b>(135,696)</b>
<b>Net assets attributable to holders of redeemable participating units/equity holders</b>		<b>2,321,181,069</b>	<b>1,411,331,103</b>	<b>2,745,099,867</b>	<b>9,093,498,343</b>	<b>1,066,986,560</b>	<b>547,432,572</b>

The accompanying notes form an integral part of these financial statements.

## Mercer QIF CCF

## Comparative Statement of Financial Position as at 30 June 2019 (continued)

	Notes	SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	*Mercer Investment Fund 16 US\$
<b>Assets</b>						
Cash and cash equivalents	2,7	-	20,951,864	9,635,132	6,595,065	14,757,702
Cash due from broker	2,7	-	206,789	685,632	549,355	2,850,901
Other assets		419,751	17,569,936	7,371,071	3,878,357	3,279,503
Receivable for securities sold		117,155,558	880,446	573,204	369,928	5,713,110
Subscriptions receivable		-	539,212	187,130	81,333	-
Financial assets at fair value through profit or loss:	2,7					
- Securities		-	1,804,682,952	979,025,794	587,168,932	822,041,696
- Collective investment schemes	4,387,071,357	1,289,188,913	805,030,421	805,030,421	502,038,732	-
- Financial derivative instruments	-	3,442,214	-	2,315,349	1,442,327	680,087
<b>Total assets</b>		<b>4,504,646,666</b>	<b>3,137,462,326</b>	<b>1,804,823,733</b>	<b>1,102,124,029</b>	<b>849,322,999</b>
<b>Liabilities</b>						
Financial liabilities held for trading:	2,7					
- Financial derivative instruments		-	(4,360,700)	(2,691,592)	(1,653,047)	(718,307)
Payable for securities purchased		(117,155,558)	(5,372,578)	(3,000,342)	(1,873,079)	(5,088,859)
Redemptions payable		-	-	-	-	-
Cash due to broker	2,7	-	-	(7,857)	(7,857)	(50,000)
Bank overdraft	2	(1,437,679)	-	-	-	(78)
Expenses payable		(1,418,449)	(1,054,338)	(665,068)	(443,724)	(259,650)
Interest payable		-	-	-	-	-
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating units/equity holders)</b>		<b>(120,011,686)</b>	<b>(10,787,616)</b>	<b>(6,364,859)</b>	<b>(3,977,707)</b>	<b>(6,116,894)</b>
<b>Net assets attributable to holders of redeemable participating units/equity holders</b>		<b>4,384,634,980</b>	<b>3,126,674,710</b>	<b>1,798,458,874</b>	<b>1,098,146,322</b>	<b>843,206,105</b>

\*This Sub-Fund launched during the financial year ended 30 June 2019.

The accompanying notes form an integral part of these financial statements.

## Mercer QIF CCF

Statement of Comprehensive Income  
for the financial year ended 30 June 2020

	Notes	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
<b>Income</b>							
Interest income calculated using effective interest method	2,8	63,709	118,211	228,382	820,803	2,197,811	623
Rebate income	2	897,944	-	-	-	48,163	116,186
Net income from financial instruments at fair value through profit or loss	2,9	8,720,284	5,391,621	13,418,330	153,413,539	115,272,150	5,376,076
Securities lending income	2	-	124,266	399,932	839,196	-	-
<b>Net investment income</b>		<b>9,681,937</b>	<b>5,634,098</b>	<b>14,046,644</b>	<b>155,073,538</b>	<b>117,518,124</b>	<b>5,492,885</b>
Expenses							
Interest expense	2,3	(5,801,095)	(5,338,088)	(6,348,223)	(46,861,513)	(2,992,473)	(645,542)
		-	-	-	-	(3,629,061)	-
<b>Net income from operations before finance costs</b>		<b>3,880,842</b>	<b>296,010</b>	<b>7,698,421</b>	<b>108,212,025</b>	<b>110,896,590</b>	<b>4,847,343</b>
<b>Finance costs</b>							
Bank interest expense		(113,387)	(28,806)	(47,930)	(899,553)	(63,319)	(5,590)
<b>Total finance costs</b>		<b>(113,387)</b>	<b>(28,806)</b>	<b>(47,930)</b>	<b>(899,553)</b>	<b>(63,319)</b>	<b>(5,590)</b>
<b>Increase in net assets attributable to holders of redeemable participating units/equity holders before tax</b>		<b>3,767,455</b>	<b>267,204</b>	<b>7,650,491</b>	<b>107,312,472</b>	<b>110,833,271</b>	<b>4,841,753</b>
<b>Taxation</b>							
Withholding tax expense	6	(4,202,177)	(3,137,906)	(6,509,004)	(13,945,371)	(194,387)	-
Capital gains tax	6	(37,845)	-	(755)	-	-	-
<b>Total taxation</b>		<b>(4,240,022)</b>	<b>(3,137,906)</b>	<b>(6,509,759)</b>	<b>(13,945,371)</b>	<b>(194,387)</b>	<b>-</b>
<b>Change in net assets attributable to holders of redeemable participating units/equity holders</b>		<b>(472,567)</b>	<b>(2,870,702)</b>	<b>1,140,732</b>	<b>93,367,101</b>	<b>110,638,884</b>	<b>4,841,753</b>

Liam Miley

Tom Finlay

On behalf of the Directors of the AIFM

Director

Director

16 November 2020

The accompanying notes form an integral part of these financial statements.

## Mercer QIF CCF

## Statement of Comprehensive Income for the financial year ended 30 June 2020 (continued)

	Notes	SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	Mercer Investment Fund 16 US\$
<b>Income</b>						
Interest income calculated using effective interest method	2,8	-	49,448	34,692	22,494	139,217
Rebate income	2	5,076,376	366,525	287,058	207,065	-
Net income from financial instruments at fair value through profit or loss	2,9	209,362,075	393,312,979	188,883,679	132,875,502	82,416,921
Securities lending income	2	-	92,145	73,874	52,452	243,986
<b>Net investment income</b>		<b>214,438,451</b>	<b>393,821,097</b>	<b>189,279,303</b>	<b>133,157,513</b>	<b>82,800,124</b>
Expenses						
Interest expense	2,3	(8,412,943)	(4,619,642)	(2,673,225)	(1,686,896)	(1,896,699)
<b>Net income from operations before finance costs</b>		<b>206,025,508</b>	<b>389,201,455</b>	<b>186,606,078</b>	<b>131,470,617</b>	<b>80,903,425</b>
<b>Finance costs</b>						
Bank interest expense		(408,206)	(19,378)	(15,781)	(11,314)	(930,641)
<b>Total finance costs</b>		<b>(408,206)</b>	<b>(19,378)</b>	<b>(15,781)</b>	<b>(11,314)</b>	<b>(930,641)</b>
<b>Increase in net assets attributable to holders of redeemable participating units/equity holders before tax</b>		<b>205,617,302</b>	<b>389,182,077</b>	<b>186,590,297</b>	<b>131,459,303</b>	<b>79,972,784</b>
<b>Taxation</b>						
Withholding tax expense	6	-	(713,803)	(555,145)	(399,052)	(2,086,799)
Capital gains tax	6	-	-	-	(289)	(9,857)
<b>Total taxation</b>		<b>-</b>	<b>(713,803)</b>	<b>(555,145)</b>	<b>(399,341)</b>	<b>(2,096,650)</b>
<b>Change in net assets attributable to holders of redeemable participating units/equity holders</b>		<b>205,617,302</b>	<b>388,468,274</b>	<b>186,035,152</b>	<b>131,059,962</b>	<b>77,876,134</b>
<b>On behalf of the Directors of the AIFM</b>						
			Tom Finlay			
			Liam Miley			
		Director	Director			16 November 2020

The accompanying notes form an integral part of these financial statements.

## Mercer QIF CCF

## Comparative Statement of Comprehensive Income for the financial year ended 30 June 2019

	Notes	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
<b>Income</b>							
Interest income calculated using effective interest method	2,8	75,468	150,102	484,123	19,279,071	895,174	-
Rebate income	2	840,211	-	-	-	43,700	105,128
Net income from financial instruments at fair value through profit or loss	2,9	134,003,056	27,108,596	96,135,294	495,751,323	79,950,994	27,899,739
<b>Net investment income</b>		<b>134,918,735</b>	<b>27,258,698</b>	<b>96,619,417</b>	<b>515,030,394</b>	<b>80,889,838</b>	<b>28,004,867</b>
Expenses							
Interest expense on repurchase agreements	2,3	(5,041,831)	(5,447,909)	(6,952,023)	(44,607,033)	(3,110,972)	(501,995)
<b>Net income from operations before finance costs</b>		<b>129,876,904</b>	<b>21,810,789</b>	<b>89,667,394</b>	<b>470,423,361</b>	<b>75,359,983</b>	<b>27,502,872</b>
<b>Finance costs</b>							
Bank interest expense		(98,207)	(32,061)	(25,469)	(575,291)	(17,419)	(5,401)
<b>Total finance costs</b>		<b>(98,207)</b>	<b>(32,061)</b>	<b>(25,469)</b>	<b>(575,291)</b>	<b>(17,419)</b>	<b>(5,401)</b>
<b>Increase in net assets attributable to holders of redeemable participating units/equity holders before tax</b>		<b>129,778,697</b>	<b>21,778,728</b>	<b>89,641,925</b>	<b>469,848,070</b>	<b>75,342,564</b>	<b>27,497,471</b>
<b>Taxation</b>							
Withholding tax expense	6	(2,665,981)	(1,636,779)	(6,406,675)	(14,928,883)	(20,140)	-
<b>Total taxation</b>		<b>(2,665,981)</b>	<b>(1,636,779)</b>	<b>(6,406,675)</b>	<b>(14,928,883)</b>	<b>(20,140)</b>	<b>-</b>
<b>Change in net assets attributable to holders of redeemable participating units/equity holders</b>		<b>127,112,716</b>	<b>20,141,949</b>	<b>83,235,250</b>	<b>454,919,187</b>	<b>75,322,424</b>	<b>27,497,471</b>

The accompanying notes form an integral part of these financial statements.

## Mercer QIF CCF

### Comparative Statement of Comprehensive Income for the financial year ended 30 June 2019 (continued)

	Notes	SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	*Mercer Investment Fund 16 US\$
<b>Income</b>						
Interest income calculated using effective interest method	2,8	891,493	93,328	64,491	32,790	80,839
Rebate income	2	4,859,664	370,054	276,196	183,155	-
Net income from financial instruments at fair value through profit or loss	2,9	163,362,371	282,444,927	153,374,686	97,850,715	59,153,561
Securities lending income	2	-	-	-	-	32,617
<b>Net investment income</b>		<b>169,113,528</b>	<b>282,908,309</b>	<b>153,715,373</b>	<b>98,066,660</b>	<b>59,267,017</b>
Expenses	2,3	(8,613,553)	(4,370,027)	(2,527,699)	(1,557,265)	(473,907)
<b>Net income from operations before finance costs</b>		<b>160,499,975</b>	<b>278,538,282</b>	<b>151,187,674</b>	<b>96,509,395</b>	<b>58,793,110</b>
<b>Finance costs</b>						
Bank interest expense		(970,287)	(20,193)	(24,561)	(9,009)	(20,356)
<b>Total finance costs</b>		<b>(970,287)</b>	<b>(20,193)</b>	<b>(24,561)</b>	<b>(9,009)</b>	<b>(20,356)</b>
<b>Increase in net assets attributable to holders of redeemable participating units/equity holders before tax</b>		<b>159,529,688</b>	<b>278,518,089</b>	<b>151,163,113</b>	<b>96,500,386</b>	<b>58,772,754</b>
<b>Taxation</b>						
Withholding tax expense	6	-	(1,013,019)	(785,578)	(529,743)	(566,649)
<b>Total taxation</b>		<b>-</b>	<b>(1,013,019)</b>	<b>(785,578)</b>	<b>(529,743)</b>	<b>(566,649)</b>
<b>Change in net assets attributable to holders of redeemable participating units/equity holders</b>		<b>159,529,688</b>	<b>277,505,070</b>	<b>150,377,535</b>	<b>95,970,643</b>	<b>58,206,105</b>

\*This Sub-Fund launched during the financial year ended 30 June 2019.

The accompanying notes form an integral part of these financial statements.



## Mercer QIF CCF

### Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Units/Statement of Changes in Equity for the financial year ended 30 June 2020

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	*Mercer Investment Fund 2 €	*Mercer Investment Fund 3 CCF GB£	*Mercer Investment Fund 5 CCF €
<b>Net assets attributable to holders of redeemable participating units/equity holders at beginning of financial year</b>	<b>2,321,181,069</b>	<b>1,411,331,103</b>	<b>2,745,099,867</b>	<b>9,093,498,343</b>	<b>1,066,986,560</b>	<b>547,432,572</b>
Proceeds from redeemable participating units issued	11 159,980,750	725,335,861	419,330,770	1,377,032,791	497,809	39,447,537
Payments for redeemable participating units redeemed	11 (92,444,167)	(1,047,082,906)	(1,129,642,065)	-	(96,500,000)	(38,216,181)
Change in net assets attributable to holders of redeemable participating units/equity holders	(472,567)	(2,870,702)	1,140,732	93,367,101	110,638,884	4,841,753
<b>Net assets attributable to holders of redeemable participating units/equity holders at end of financial year</b>	<b>2,388,245,085</b>	<b>1,086,713,354</b>	<b>2,095,929,304</b>	<b>10,563,898,235</b>	<b>1,081,623,253</b>	<b>553,505,681</b>

Notes

\*The Units in this Sub-Fund are classified as equity under IAS 32, please see Note 2m.

The accompanying notes form an integral part of these financial statements.

## Mercer QIF CCF

### Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Units/Statement of Changes in Equity for the financial year ended 30 June 2020 (continued)

	Notes	*SH Pension Investment Fund SEK	*Mercer Investment Fund 10 GBE	*Mercer Investment Fund 11 GBE	*Mercer Investment Fund 12 GBE	*Mercer Investment Fund 16 US\$
<b>Net assets attributable to holders of redeemable participating units/equity holders at beginning of financial year</b>		4,384,634,980	3,126,674,710	1,798,458,874	1,098,146,322	843,206,105
Proceeds from redeemable participating units issued	11	-	787,292,211	50,770,274	33,514,104	591,051,361
Payments for redeemable participating units redeemed	11	(599,000,000)	(951,295,944)	(103,318,296)	(39,120,643)	-
Change in net assets attributable to holders of redeemable participating units/equity holders		205,617,302	388,468,274	186,035,152	131,059,962	77,876,134
<b>Net assets attributable to holders of redeemable participating units/equity holders at end of financial year</b>		<b>3,991,252,282</b>	<b>3,351,139,251</b>	<b>1,931,946,004</b>	<b>1,223,599,745</b>	<b>1,512,133,600</b>

\*The Units in this Sub-Fund are classified as equity under IAS 32, please see Note 2m.

The accompanying notes form an integral part of these financial statements.

## Mercer QIF CCF

### Comparative Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Units/Statement of Changes in Equity for the financial year ended 30 June 2019

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	*Mercer Investment Fund 2 €	*Mercer Investment Fund 3 CCF GB£	*Mercer Investment Fund 5 CCF €
<b>Net assets attributable to holders of redeemable participating units/equity holders at beginning of financial year</b>	<b>2,183,566,452</b>	<b>1,178,923,231</b>	<b>3,020,934,658</b>	<b>8,630,001,434</b>	<b>1,022,811,798</b>	<b>505,866,017</b>
Proceeds from redeemable participating units issued	62,163,306	633,734,634	332,651,559	8,577,722	452,338	39,828,986
Payments for redeemable participating units redeemed	(51,661,405)	(421,468,711)	(691,721,600)	-	(31,600,000)	(25,759,902)
Change in net assets attributable to holders of redeemable participating units/equity holders	127,112,716	20,141,949	83,235,250	454,919,187	75,322,424	27,497,471
<b>Net assets attributable to holders of redeemable participating units/equity holders at end of financial year</b>	<b>2,321,181,069</b>	<b>1,411,331,103</b>	<b>2,745,099,867</b>	<b>9,093,498,343</b>	<b>1,066,986,560</b>	<b>547,432,572</b>

Notes

\*The Units in this Sub-Fund are classified as equity under IAS 32, please see Note 2m.

The accompanying notes form an integral part of these financial statements.

## Mercer QIF CCF

### Comparative Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Units/Statement of Changes in Equity for the financial year ended 30 June 2019 (continued)

	Notes	**SH Pension Investment Fund SEK	**Mercer Investment Fund 10 GBE	**Mercer Investment Fund 11 GBE	**Mercer Investment Fund 12 GBE	**Mercer Investment Fund 16 US\$
<b>Net assets attributable to holders of redeemable participating units/equity holders at beginning of financial year</b>		<b>4,163,390,103</b>	<b>2,944,118,497</b>	<b>1,713,813,961</b>	<b>1,015,921,807</b>	<b>-</b>
Proceeds from redeemable participating units issued	11	261,715,189	80,889,211	37,818,769	27,513,096	785,000,000
Payments for redeemable participating units redeemed	11	(200,000,000)	(175,838,068)	(103,551,391)	(41,259,224)	-
Change in net assets attributable to holders of redeemable participating units/equity holders		159,529,688	277,505,070	150,377,535	95,970,643	58,206,105
<b>Net assets attributable to holders of redeemable participating units/equity holders at end of financial year</b>		<b>4,384,634,980</b>	<b>3,126,674,710</b>	<b>1,798,458,874</b>	<b>1,098,146,322</b>	<b>843,206,105</b>

\*This Sub-Fund launched during the year ended 30 June 2019.

\*\*The Units in this Sub-Fund are classified as equity under IAS 32, please see Note 2m.

The accompanying notes form an integral part of these financial statements.

## Mercer QIF CCF

## Statement of Cash Flows for the financial year ended 30 June 2020

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
<b>Cash flows from operating activities</b>						
Change in net assets attributable to holders of redeemable participating units/equity holders	(472,567)	(2,870,702)	1,140,732	93,367,101	110,638,884	4,841,753
<b>Adjustments for:</b>						
Movement in due from/to broker	(7,617,345)	(1,453,654)	(1,866,982)	(735,282)	-	-
Movement in financial assets at fair value through profit or loss	(61,165,076)	336,603,984	*755,464,911	** (246,853,966)	(80,534,221)	(6,223,756)
Movement in repurchase agreements and reverse repurchase agreements	-	-	-	-	181,580,517	-
Unrealised movement on derivative assets and liabilities	6,072,465	8,315,384	11,410,530	80,946	(77,766,738)	9,238
<b>Operating cash flows before movements in working capital</b>	<b>(63,182,523)</b>	<b>340,595,012</b>	<b>766,149,191</b>	<b>(154,141,203)</b>	<b>133,918,442</b>	<b>(1,372,765)</b>
Movement in receivables	(2,010,728)	553,342	1,226,538	1,562,016	(1,733,499)	112,382
Movement in payables	49,129	6,470	3,202	1,016,346	435,108	(23,821)
<b>Cash (outflow)/inflow from operations</b>	<b>(1,961,599)</b>	<b>559,812</b>	<b>1,229,740</b>	<b>2,578,362</b>	<b>(1,298,391)</b>	<b>88,561</b>
<b>Net cash (used in)/provided by operating activities</b>	<b>(65,144,122)</b>	<b>341,154,824</b>	<b>767,378,931</b>	<b>(151,562,841)</b>	<b>132,620,051</b>	<b>(1,284,204)</b>
<b>Financing activities</b>						
Proceeds from subscriptions	159,980,750	725,340,839	*348,855,126	**135,702,730	497,809	39,555,564
Payment of redemptions	(92,472,167)	(1,065,762,111)	(1,128,455,104)	-	(72,500,000)	(38,227,651)
<b>Net cash provided by/(used in) financing activities</b>	<b>67,508,583</b>	<b>(340,421,272)</b>	<b>(779,599,978)</b>	<b>135,702,730</b>	<b>(72,002,191)</b>	<b>1,327,913</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>2,364,461</b>	<b>733,552</b>	<b>(12,221,047)</b>	<b>(15,860,111)</b>	<b>60,617,860</b>	<b>43,709</b>
Cash and cash equivalents at the beginning of the financial year	18,059,758	13,414,229	30,323,861	217,374,296	4,933,028	573,439
<b>Cash and cash equivalents at the end of the financial year</b>	<b>20,424,219</b>	<b>14,147,781</b>	<b>18,102,814</b>	<b>201,514,185</b>	<b>65,550,888</b>	<b>617,148</b>
Cash and cash equivalents - Statement of Financial Position	20,424,219	14,147,781	18,102,814	201,514,185	65,550,898	617,148
Bank overdraft - Statement of Financial Position	-	-	-	-	(10)	-
<b>Cash and cash equivalents - Statement of Cash Flows</b>	<b>20,424,219</b>	<b>14,147,781</b>	<b>18,102,814</b>	<b>201,514,185</b>	<b>65,550,888</b>	<b>617,148</b>
<b>Supplementary information</b>						
Interest received	63,709	118,271	228,382	820,803	6,752,782	623
Interest paid	(251,419)	(22,558)	(58,970)	(899,555)	(3,321,025)	(5,590)
Dividends received	45,864,722	30,011,800	56,841,602	207,177,120	99,227	-
Taxation paid	(3,842,931)	(3,238,836)	(6,625,049)	(13,949,156)	(241,205)	-

\*These amounts exclude non cash transaction of US\$ 70,533,683. Please refer to Note 4 to the financial statements for more detail regarding in-specie transactions.

\*\*These amounts exclude non cash transaction of € 1,241,330,061. Please refer to Note 4 to the financial statements for more detail regarding in-specie transactions.

The accompanying notes form an integral part of the financial statements.

## Mercer QIF CCF

## Statement of Cash Flows for the financial year ended 30 June 2020 (continued)

	SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	Mercer Investment Fund 16 US\$
<b>Cash flows from operating activities</b>					
Change in net assets attributable to holders of redeemable participating units/equity holders	205,617,302	388,468,274	186,035,152	131,059,962	77,876,134
<b>Adjustments for:</b>					
Movement in due from/to broker	-	(3,823,888)	(1,437,314)	(1,063,446)	(1,118,649)
Movement in financial assets at fair value through profit or loss	396,219,302	*(273,614,619)	** (148,197,367)	*** (130,660,383)	(669,944,713)
Movement in repurchase agreements and reverse repurchase agreements	-	-	-	-	-
Unrealised movement on derivative assets and liabilities	-	6,495,423	2,719,661	1,631,908	(314,823)
<b>Operating cash flows before movements in working capital</b>	<b>601,836,604</b>	<b>117,525,190</b>	<b>39,120,132</b>	<b>968,041</b>	<b>(593,502,051)</b>
Movement in receivables	(652,052)	849,680	514,859	303,907	(1,419,661)
Movement in payables	(741,141)	548,194	338,057	219,005	1,105,494
<b>Cash (outflow)/inflow from operations</b>	<b>(1,393,193)</b>	<b>1,397,874</b>	<b>852,916</b>	<b>522,912</b>	<b>(314,167)</b>
<b>Net cash provided by/(used in) operating activities</b>	<b>600,443,411</b>	<b>118,923,064</b>	<b>39,973,048</b>	<b>1,490,953</b>	<b>(593,816,218)</b>
<b>Financing activities</b>					
Proceeds from subscriptions	-	787,102,080	50,358,456	33,185,138	591,051,361
Payment of redemptions	(599,000,000)	*(896,718,358)	** (85,943,792)	*** (31,988,873)	-
<b>Net cash (used in)/provided by financing activities</b>	<b>(599,000,000)</b>	<b>(109,616,278)</b>	<b>(35,585,336)</b>	<b>1,196,265</b>	<b>591,051,361</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>1,443,411</b>	<b>9,306,786</b>	<b>4,387,712</b>	<b>2,687,218</b>	<b>(2,764,857)</b>
Cash and cash equivalents at the beginning of the financial year	(1,437,679)	20,951,864	9,635,132	6,595,065	14,757,624
<b>Cash and cash equivalents at the end of the financial year</b>	<b>5,732</b>	<b>30,258,650</b>	<b>14,022,844</b>	<b>9,282,283</b>	<b>11,992,767</b>
Cash and cash equivalents - Statement of Financial Position	65,710	30,258,650	14,022,844	9,282,283	11,993,326
Bank overdraft - Statement of Financial Position	(59,978)	-	-	-	(559)
<b>Cash and cash equivalents - Statement of Cash Flows</b>	<b>5,732</b>	<b>30,258,650</b>	<b>14,022,844</b>	<b>9,282,283</b>	<b>11,992,767</b>
<b>Supplementary information</b>					
Interest received	-	44,385,210	17,746,381	9,045,110	8,694,431
Interest paid	(408,233)	(19,378)	(15,817)	(11,331)	(60,925)
Dividends received	302,126	12,464,248	9,937,699	7,065,692	17,728,963
Taxation paid	-	(817,142)	(629,919)	(445,550)	(1,902,424)

\*These amounts exclude non cash transaction of GB£ 54,577,586. Please refer to Note 4 to the financial statements for more detail regarding in-specie transactions.

\*\*These amounts exclude non cash transaction of GB£ 17,374,504. Please refer to Note 4 to the financial statements for more detail regarding in-specie transactions.

\*\*\*These amounts exclude non cash transaction of GB£ 7,131,770. Please refer to Note 4 to the financial statements for more detail regarding in-specie transactions.

The accompanying notes form an integral part of the financial statements.

## Mercer QIF CCF

## Comparative Statement of Cash Flows for the financial year ended 30 June 2019

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
<b>Cash flows from operating activities</b>	127,112,716	20,141,949	83,235,250	454,919,187	75,322,424	27,497,471
Change in net assets attributable to holders of redeemable participating units/equity holders	(19,204)	(589,557)	3,344,293	950,062	-	-
<b>Adjustments for:</b>	(125,743,006)	*(254,409,289)	**255,470,717	(414,899,406)	(57,863,228)	(41,344,518)
Movement in cash due from/to broker	-	-	-	-	(7,832,980)	-
Movement in financial assets at fair value through profit or loss	(9,427,496)	(10,528,837)	(20,742,857)	(450,130)	22,188,769	(43,800)
Movement in repurchase agreements and reverse repurchase agreements	-	-	-	-	-	-
Unrealised movement on derivative assets and liabilities	-	-	-	-	-	-
<b>Operating cash flows before movements in working capital</b>	<b>(8,076,990)</b>	<b>(245,385,734)</b>	<b>321,307,403</b>	<b>40,519,711</b>	<b>31,814,985</b>	<b>(13,890,847)</b>
Movement in receivables	(52,299)	(700,395)	471,472	(1,857,287)	(89,655)	(86,392)
Movement in payables	(421,254)	(10,508)	(595,348)	394,573	435,278	(68,512)
<b>Cash (outflow)/inflow from operations</b>	<b>(473,553)</b>	<b>(710,903)</b>	<b>(123,876)</b>	<b>(1,462,714)</b>	<b>345,623</b>	<b>(154,904)</b>
<b>Net cash (used in)/provided by operating activities</b>	<b>(8,550,543)</b>	<b>(246,096,637)</b>	<b>321,183,527</b>	<b>39,056,997</b>	<b>32,160,608</b>	<b>(14,045,751)</b>
<b>Financing activities</b>						
Proceeds from subscriptions	62,163,306	634,189,290	332,469,443	8,577,722	452,338	39,720,959
Payment of redemptions	(51,633,405)	*(383,178,771)	***(671,823,417)	-	(31,600,000)	(25,792,720)
<b>Net cash increase/(decrease) financing activities</b>	<b>10,529,901</b>	<b>251,010,519</b>	<b>(339,353,974)</b>	<b>8,577,722</b>	<b>(31,147,662)</b>	<b>13,928,239</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>1,979,358</b>	<b>4,913,882</b>	<b>(18,170,447)</b>	<b>47,634,719</b>	<b>1,012,946</b>	<b>(117,512)</b>
Cash and cash equivalents at the beginning of the financial year	16,080,400	8,500,347	48,494,308	169,739,577	3,920,082	690,951
<b>Cash and cash equivalents at the end of the financial year</b>	<b>18,059,758</b>	<b>13,414,229</b>	<b>30,323,861</b>	<b>217,374,296</b>	<b>4,933,028</b>	<b>573,439</b>
Cash and cash equivalents - Statement of Financial Position	18,059,904	14,124,451	30,326,189	217,374,296	4,934,026	574,056
Bank overdraft - Statement of Financial Position	(146)	(710,222)	(2,328)	-	(998)	(617)
<b>Cash and cash equivalents - Statement of Cash Flows</b>	<b>18,059,758</b>	<b>13,414,229</b>	<b>30,323,861</b>	<b>217,374,296</b>	<b>4,933,028</b>	<b>573,439</b>
<b>Supplementary information</b>						
Interest received	160,869	178,156	490,252	19,280,751	16,272,662	-
Interest paid	-	-	(48,231)	(575,291)	(1,978,692)	(5,401)
Dividends received	49,952,452	35,206,419	68,394,975	204,797,313	62,315	-
Taxation paid	(2,690,493)	(1,534,306)	(6,398,732)	(16,684,366)	(10,421)	-

\*These amounts exclude non-cash transaction of US\$ 19,044,664. Please refer to Note 4 to the financial statements for more detail regarding in-specie transactions.

\*\*These amounts exclude non-cash transaction of US\$ 19,878,072. Please refer to Note 4 to the financial statements for more detail regarding in-specie transactions.

The accompanying notes form an integral part of the financial statements.



## Mercer QIF CCF

## Comparative Statement of Cash Flows for the financial year ended 30 June 2019 (continued)

	SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	*Mercer Investment Fund 16 US\$
<b>Cash flows from operating activities</b>					
Change in net assets attributable to holders of redeemable participating units/equity holders	159,529,688	277,505,070	150,377,535	95,970,643	58,206,105
<b>Adjustments for:</b>					
Movement in cash due from/to broker	-	1,413,080	(82,605)	(276,783)	(2,800,901)
Movement in financial assets at fair value through profit or loss	(230,177,744)	(171,549,221)	(78,953,934)	(77,531,903)	(822,665,947)
Unrealised movement on derivative assets and liabilities	-	(7,236,048)	(3,548,811)	(1,969,516)	38,220
<b>Operating cash flows before movements in working capital</b>	<b>(70,648,056)</b>	<b>100,132,881</b>	<b>67,792,185</b>	<b>16,192,441</b>	<b>(767,222,523)</b>
Movement in receivables	(271,426)	(2,043,524)	(1,781,320)	(1,383,437)	(3,279,503)
Movement in payables	578,361	76,902	151,470	145,274	259,650
<b>Cash inflow/(outflow) from operations</b>	<b>306,935</b>	<b>(1,966,622)</b>	<b>(1,629,850)</b>	<b>(1,238,163)</b>	<b>(3,019,853)</b>
<b>Net cash (used in)/provided by operating activities</b>	<b>(70,341,121)</b>	<b>98,166,259</b>	<b>66,162,335</b>	<b>14,954,278</b>	<b>(770,242,376)</b>
<b>Financing activities</b>					
Proceeds from subscriptions	261,715,189	80,641,229	37,870,808	27,595,512	785,000,000
Payment of redemptions	(200,000,000)	(175,838,068)	(103,551,391)	(41,259,224)	-
<b>Net cash provided by/(used in) financing activities</b>	<b>61,715,189</b>	<b>(95,196,839)</b>	<b>(65,680,583)</b>	<b>(13,663,712)</b>	<b>785,000,000</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(8,625,932)</b>	<b>2,969,420</b>	<b>481,752</b>	<b>1,290,566</b>	<b>14,757,624</b>
Cash and cash equivalents at the beginning of the financial year	7,188,253	17,982,444	9,153,380	5,304,499	-
<b>Cash and cash equivalents at the end of the financial year</b>	<b>(1,437,679)</b>	<b>20,951,864</b>	<b>9,635,132</b>	<b>6,595,065</b>	<b>14,757,624</b>
Cash and cash equivalents - Statement of Financial Position	-	20,951,864	9,635,132	6,595,065	14,757,702
Bank overdraft - Statement of Financial Position	(1,437,679)	-	-	-	(78)
<b>Cash and cash equivalents - Statement of Cash Flows</b>	<b>(1,437,679)</b>	<b>20,951,864</b>	<b>9,635,132</b>	<b>6,595,065</b>	<b>14,757,624</b>
<b>Supplementary information</b>					
Interest received	891,493	42,449,324	15,263,922	6,853,171	575,773
Interest paid	(970,287)	(20,193)	(24,561)	(9,009)	(20,356)
Dividends received	-	12,577,475	10,342,510	7,132,632	5,231,412
Taxation paid	-	(934,487)	(729,996)	(495,080)	(463,567)

\*This Sub-Fund launched during the financial year ended 30 June 2019.

The accompanying notes form an integral part of the financial statements.



## 1. Reporting entity

Mercer QIF CCF (the “CCF”) is a common contractual fund with variable capital organised under the laws of Ireland. The CCF is organised in the form of an umbrella fund insofar as the unit capital of the CCF will be divided into different series of units with each series of units representing a portfolio of assets which will comprise a separate fund. As at 30 June 2020, the CCF has 12 Sub-Funds in operation (30 June 2019: 12 Sub-Funds).

Each Sub-Fund of the Mercer QIF CCF is a reporting entity.

These financial statements are prepared for Mercer Return Seeking Fund 1, Mercer Fundamental Indexation Global Equity CCF, Mercer Passive Global Equity CCF, Mercer Investment Fund 2, Mercer Investment Fund 3 CCF, Mercer Investment Fund 5 CCF, SH Pension Investment Fund, Mercer Investment Fund 10, Mercer Investment Fund 11, Mercer Investment Fund 12 and Mercer Investment Fund 16 (collectively the “Sub-Funds”) of the CCF, in accordance with applicable law and regulations.

A separate annual report and audited financial statements has been prepared for Mercer High Income UK Property CCF, a Sub-Fund of the CCF. The annual report and audited financial statements for Mercer High Income UK Property CCF is available free of charge on request from the Alternative Investment Fund Manager (“AIFM”).

## 2. Accounting policies

The principal accounting policies adopted by the Sub-Funds are as follows:

### a) Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted by the European Union (“EU”) and Irish statute comprising the Investment Funds, Companies and Miscellaneous Provisions Act 2005, as amended.

The financial statements have been prepared on a going concern basis.

### b) Functional and presentation currency

#### (i) Functional and presentation currency of the Sub-Funds

Items included in the Sub-Funds’ financial statements are measured using the currency of the primary economic environment in which the respective Sub-Funds operate (the “functional currency”). If indicators of the primary economic environment are mixed, then management uses its judgement to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The functional currency of Mercer Investment Fund 3 CCF, Mercer Investment Fund 10, Mercer Investment Fund 11 and Mercer Investment Fund 12 is British Pound (“GBP”), the functional currency of the Mercer Return Seeking Fund 1, Mercer Investment Fund 2 and Mercer Investment Fund 5 CCF is Euro (“€”), the functional currency of Mercer Fundamental Indexation Global Equity CCF, Mercer Passive Global Equity CCF and Mercer Investment Fund 16 is US Dollar (“US\$”), and the functional currency of SH Pension Investment Fund is Swedish Krona (“SEK”). The Sub-Funds have also adopted these functional currencies as the presentation currencies of the Sub-Funds.

#### (ii) Translation and balances

Monetary assets and liabilities denominated in currencies other than the functional currency of a particular Sub-Fund are translated to the functional currency at the closing rates of exchange at financial year end. Transactions during the financial year are translated at the rate of exchange prevailing on the date of the transaction. Average rates of exchange were used to translate transfers of units between unit classes with functional currencies other than the functional currency of the Sub-Fund, where those rates represent a reasonable approximation of actual rates. Foreign currency gains and losses are included in Net income from financial instruments at fair value through profit or loss (“FVTPL”) in the Statement of Comprehensive Income.

### c) Use of judgements and estimates

The preparation of financial statements in conformity with IFRS as adopted by the EU requires management to make judgements, estimates and assumptions which affects the application of accounting policies and the reported amounts of assets and liabilities, income and expenses and the disclosure of contingent assets and liabilities as at the date of the financial statements. The estimates and associated assumptions are based on historical experience and various other factors which are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities which are not readily apparent from others.

**2. Accounting policies (continued)****c) Use of judgements and estimates (continued)**

Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the financial year in which the estimates are revised and in any future years affected.

*(i) Judgements*

Information about judgements made in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements of the Sub-Funds are included in Note 2b and in Note 5 to the financial statements.

*(ii) Assumptions and estimation uncertainties*

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the financial year ending 30 June 2020 and 30 June 2019 are included in Note 7 to the financial statements, and relates to the determination of fair value of financial instruments with significant unobservable inputs.

**d) New standards, amendments and interpretations issued and effective for the financial year beginning 1 July 2019**

The following standards/interpretations are effective for annual reporting periods beginning 1 July 2019. These have been applied in preparing the Sub-Fund's financial statements and have not had a significant impact on the Sub-Funds.

IFRIC 23 "Uncertainty over Income Tax Treatments" was issued in June 2017 and became effective for periods beginning on or after 1 January 2019. It clarifies the accounting for uncertainties in income taxes which is applied to the determination of taxable profits (tax loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments in accordance with IAS 12. It clarifies whether tax treatments should be considered independently or collectively, whether the relevant tax authority will or will not accept each tax treatment and, the requirement to reassess its judgements and estimates if facts and circumstances change.

**e) New standards, amendments and interpretations issued but not effective for the financial year beginning 1 July 2019 and not early adopted**

There are no new standards, amendments or interpretations issued that are not yet effective that would be expected to have a significant impact on the Sub-Funds.

**f) Financial instruments***(i) Recognition and initial measurement*

Financial assets and financial liabilities are initially recognised at FVTPL on the trade date, which is the date on which the Sub-Fund's become a party to the contractual provisions of the instrument. Other financial assets and financial liabilities are recognised at the date they are originated. From this date any gains and losses arising from changes in fair value of the financial assets or financial liabilities are recorded in the Statement of Comprehensive Income.

Financial assets and liabilities are measured initially at fair value, plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately, while on other financial instruments they are amortised.

*(ii) Classification and subsequent measurement*

On initial recognition, the Sub-Funds classify financial assets as measured at amortised cost or FVTPL.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest ("SPPI") on the principal amount outstanding.

**2. Accounting policies (continued)****f) Financial instruments (continued)***(ii) Classification and subsequent measurement (continued)*

## Business model assessment

In making an assessment of the objectives of the business model in which a financial asset is held, the AIFM, on behalf of the CCF, considers all of the relevant information about how the business is managed, including:

- the documented investment strategy and the execution of this strategy in practice. This includes whether the investment strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of assets;
- how the performance of the portfolio is evaluated and reported to the Sub-Fund's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how Investment Manager is compensated: e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for de-recognition are not considered sales for this purpose, consistent with the Sub-Funds' continuing recognition of the assets. The AIFM, on behalf of the CCF, has determined that there are two business models.

- Held to collect business model: this includes cash and cash equivalents, cash due from broker, subscriptions receivable, deposits with credit institutions, receivable for securities sold, reverse repurchase agreements and other assets. These financial assets are held to collect contractual cash flows.
- Other business model: this includes debt securities, equity investments, investments in unlisted open-ended investment funds, unlisted private equities and financial derivative instruments ("FDIs"). These financial assets are managed and their performance is evaluated on a fair value basis, with frequent sales taking place.

Assessment whether contractual cash flows are SPPI.

For the purpose of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are SPPI, the AIFM, on behalf of the CCF, considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making assessment, the AIFM considers:

- contingent events that would change the amount or timing of cash flows;
- leverage features;
- prepayments and extension features;
- terms that limit the Sub-Fund's claim to cash flows from specified assets (e.g. non-recourse features); and
- features that modify consideration of the time value of money (e.g. periodical reset of interest rates).

**2. Accounting policies (continued)****f) Financial instruments (continued)***(ii) Classification and subsequent measurement (continued)*

Business model assessment (continued)

A financial liability is classified as at FVTPL if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition.

The AIFM, on behalf of the CCF, has classified financial assets and financial liabilities into the following categories:

- Financial assets at FVTPL - investments in securities, collective investment schemes ("CIS"), FDIs with positive fair values.
- Financial assets at amortised cost - cash and cash equivalents, due from broker, receivable for securities sold, subscriptions receivables, reverse repurchase agreements and other assets.
- Financial liabilities at amortised cost - due to broker, bank overdraft, expenses payable, interest payable, repurchase agreements, redemptions payable, payable for securities purchased and net assets attributable to holders of redeemable participating units/equity holders.
- Financial liabilities held for trading - FDIs with negative fair values.

Financial assets and financial liabilities at FVTPL are subsequently measured at fair value. Net gains and losses arising from changes in the fair value of financial assets and financial liabilities at FVTPL are included in the Statement of Comprehensive Income in the year in which they arise.

Financial assets and financial liabilities at amortised cost are subsequently measured at amortised cost using the effective interest method. Interest income from the financial assets measured at amortised cost are recognised in interest income calculated using effective interest method in the Statement of Comprehensive Income. Interest expense from the financial liabilities measured at amortised cost is recognised in the Statement of Comprehensive Income. Net gains and losses from the financial assets and financial liabilities measured at amortised cost are recognised in the Statement of Comprehensive Income.

Reclassifications

Financial assets are not reclassified subsequent to their initial recognition unless the Sub-Funds were to change their business model for managing financial assets, in which case all affected financial assets would be reclassified on the first day of the first reporting period following the change in the business model.

*(iii) Fair value measurement*

"Fair Value" is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Sub-Funds have access at that date. The fair value of a liability reflects its non-performance risk.

The fair value of financial instruments traded in active markets (such as equities) or any other regulated market (such as corporate bonds, government bonds, municipal bonds, asset backed securities ("ABS"), mortgage backed securities ("MBS"), convertible securities and credit linked notes) is based on their quoted market prices at the reporting date without any deduction for estimated future selling costs. Financial assets are priced at current last traded market prices, while financial liabilities are priced at current ask prices.

A market is regarded as "active" if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The AIFM, on behalf of the CCF, measures instruments quoted in an active market at current last traded market price, because this price provides a reasonable approximation of the exit price. If there is no quoted price in an active market, then the Sub-Funds use valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

This includes, but is not limited to, reviewing information on stale and static prices, suspended securities and securities in liquidation and securities valued at cost. If the Investment Manager has reasonable belief that the valuation of a particular security may not reflect fair market value, the Investment Manager's Valuation Committee ("VC") will meet to consider the appropriate valuation of the security in question. The VC meets on a regular basis and formally reviews all new fair value assessments and other pricing issues. Ad-hoc fair value approvals may be received via email to the committee members or by means of extraordinary meetings of the VC should the need arise.

The Sub-Funds recognise transfers between levels of the fair value hierarchy as at the end of the reporting period during which the change has occurred.

**2. Accounting policies (continued)****f) Financial instruments (continued)***(iv) Amortised cost measurement*

The amortised cost of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured at initial recognition, minus principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between the initial amount recognised and the maturity amount, minus any adjustment for any loss allowances.

*(v) Impairment of financial assets*

IFRS 9 requires an impairment assessment to be carried out on its financial assets held at amortised cost. Mercer Global Investments Management Limited (the "Alternative Investment Fund Manager" or "AIFM") has reviewed the impairment assessment of financial assets held at amortised cost. The AIFM considers the probability of default to be close to zero, as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised in the financial statements based on 12-month expected credit losses ("ECL") as any such impairment would be wholly insignificant to the Sub-Funds.

The AIFM recognises loss allowances of ECLs on financial assets measured at amortised cost. The AIFM measures loss allowances at an amount equal to lifetime ECLs, except for the following which are measured at 12-month ECLs:

- financial assets that are determined to have low credit risk at the reporting date; and
- other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the asset) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the AIFM considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the AIFM's historical experience and informed credit assessment and including forward-looking information.

The AIFM assumes that the credit risk on a financial asset has increased significantly if it is more than 30 days past due. The AIFM considers a financial asset to have low credit risk when the credit rating of the counterparty is equivalent to the globally understood definition of 'investment grade'. The AIFM considers this to be Baa3 or higher per Moody's or BBB- or higher per Standard and Poor's.

Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument.

12-month ECLs are the portion of ECLs that result from the default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months). The maximum period considered when estimating ECLs is the maximum contractual period over which the Sub-Funds are exposed to credit risk.

*Measurement of ECLs*

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Sub-Funds expect to receive). ECLs are discounted at the effective interest rate of the financial asset.

*Credit-impaired financial assets*

At each reporting date, the AIFM assesses whether financial assets carried at amortised cost are credit-impaired.

A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or being more than 90 days past due; or
- it is probable that the borrower will enter bankruptcy or other financial reorganisations;
- presentation of allowance for ECLs in the Statement of Financial Position.

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

*Write off*

The gross carrying amount of financial assets is written off when the AIFM has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof.

**2. Accounting policies (continued)****f) Financial instruments (continued)***(vi) Derecognition*

The Sub-Funds derecognise financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition in accordance with IFRS 9.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired. The Sub-Funds use the average cost method to determine realised gains and losses on derecognition.

*(vii) Offsetting*

Financial assets and financial liabilities are offset and the net amount presented in the Statement of Financial Position when and only when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the assets and settle the liability simultaneously.

Income and expenses are presented on a net basis for gains and losses from financial instruments at FVTPL and foreign exchange gains and losses.

**g) Securities sold short**

The Sub-Funds may enter into short sales transactions. A short sale is a transaction in which a Sub-Fund sells securities it may not own in anticipation of a decline in the fair value of the securities. Securities sold in short sale transactions and the interest payable on such securities, if any, is reflected as a liability in the Statement of Financial Position. A Sub-Fund is obligated to deliver securities at the trade price at the time the short position is covered. Possible losses from short sales may be unlimited, whereas losses from purchases cannot exceed the total amount invested. Cash collateral for borrowed securities is included within due from broker.

**h) Dividend and interest income/expense**

Dividend income is recognised in net income from financial instruments at FVTPL in the Statement of Comprehensive Income on the date that the right to receive payment is established. For quoted equity securities this is usually the ex-dividend date. For unquoted equity securities this is usually the date when the Unitholders have approved the payment of a dividend.

Bank interest income and interest expense are recognised in Interest income calculated using the effective interest method and Bank interest expense, respectively in the Statement of Comprehensive Income using the effective interest method.

Interest income generated from assets classified as FVTPL is disclosed in Net income from financial instruments at FVTPL in the Statement of Comprehensive Income.

**i) Net income from financial instruments at FVTPL**

Net income from financial instruments at FVTPL includes all realised gains and losses, unrealised gains and losses from fair value changes, foreign exchange differences, dividend and interest income on financial instruments at FVTPL. The Sub-Funds record investment transactions on a trade date basis. Realised gains and losses are calculated based on the average cost method.

The change in unrealised gain or loss represents a movement in fair value to cost of the investment between reporting periods. Where a security's fair value over cost increases over the period, this is recorded as a change in unrealised gain on investments. Where a security's fair value over cost decreases over the period, this is recorded as a change in unrealised loss on investments. For investments and derivatives held at the end of the prior financial year and sold in their entirety during the current financial year, the unrealised gain or loss represents the difference between the carrying amount of a financial instrument at the beginning of the period, or the transaction price if it was purchased in the current reporting period, and its carrying amount at the end of the period, being €/GB£/US\$/SEK Nil.

**j) Rebate income**

Rebate income is received by a Sub-Fund by virtue of its investment in the units of another investment fund where the AIFM has negotiated a discounted management fee on its investment in the units of the underlying investment fund. Rebate income is accounted for on an accruals basis in the Statement of Comprehensive Income.



**2. Accounting policies (continued)****k) Operating expenses**

Operating expenses are recognised in the Statement of Comprehensive Income on an accruals basis.

**l) Cash and cash equivalents and bank overdraft**

Cash and cash equivalents comprise deposits with banks and highly liquid financial assets with maturities of three months or less from the date of acquisition that are subject to an insignificant risk of changes in their fair value and are used by the Sub-Funds in the management of short-term commitments, other than cash collateral provided in respect of derivatives and securities borrowing transactions.

**m) Participating units/equity units**

All participating units/equity units issued by the CCF in relation to the Sub-Funds provide the Unitholders with the right to require redemption for cash at the value proportionate to the investor's share in the relevant Sub-Fund's Net Asset Value ("NAV"). In accordance with IAS 32 such instruments give rise to a financial liability for the present value of the redemption amount. These Sub-Funds may satisfy the redemption request by a distribution of investments in-specie. However, the units in Mercer Investment Fund 2, Mercer Investment Fund 3 CCF, Mercer Investment Fund 5 CCF, SH Pension Investment Fund, Mercer Investment Fund 10, Mercer Investment Fund 11, Mercer Investment Fund 12 and Mercer Investment Fund 16 are classified as equity under IAS 32. The units in a Sub-Fund are classified as equity if it meets the following conditions:

- It entitles the holder to a pro rata unit of the Sub-Fund's net assets in the event of a Sub-Fund's liquidation;
- It is in the class of instruments that is a subordinate to all other classes of instruments;
- All financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features;
- Apart from the contractual obligation for the Sub-Fund to repurchase or redeem the instrument for cash or another financial asset, the instrument does not include any other features that would require classification as a liability; and
- The total expected cash flows attributable to the instrument over its life are based substantially on the profit or loss, the change in recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Sub-Fund over the life of the instrument.

**Swing Pricing**

The Directors of the AIFM may determine, at their discretion, to "swing" the NAV to counter the possible negative effects of dilution. Swing pricing is applied to a Sub-Fund once net subscriptions or redemptions for a Sub-Fund for a given dealing day exceeds a predetermined amount.

**Anti-Dilution levy**

An anti-dilution levy is applied to a Sub-Fund on any dealing day where there are net subscriptions or net redemptions, the Directors of the AIFM may determine to add or deduct, as appropriate an anti-dilution levy to or from the subscription or redemption amount on that dealing day in order to cover dealing costs and to preserve the value of the underlying assets of the Sub-Fund for existing Unitholders.

Please see Note 11 to the financial statements for further details.

**n) Financial derivative instruments***(i) Forward foreign currency contracts*

The fair value of open forward foreign currency contracts is calculated as the difference between the contracted rate and the current forward rate that would close out the contract on the valuation date. Gains or losses arising on the settlement of forward foreign currency contracts are included in Net income from financial instruments at FVTPL in the Statement of Comprehensive Income. The unrealised gain/(loss) on open forward foreign currency contracts is calculated by reference to the forward price. Realised gains or losses include net gains and losses on contracts which have been settled or offset by other contracts.

**2. Accounting policies (continued)****n) Financial derivative instruments (continued)***(ii) Futures contracts on securities*

The fair value of futures contracts is based upon daily quoted settlement prices. Changes in the value of the contract are recognised as unrealised gains or losses in the Statement of Comprehensive Income by “marking to market” the value of the contract at the reporting date. When the contract is closed, the difference between the proceeds from (or cost of) the closing transactions and the original transaction is recorded as a realised gain/(loss) in Net income from financial instruments at FVTPL in the Statement of Comprehensive Income. Futures contracts are presented in the Portfolio Statements on a gross basis.

*(iii) Interest rate swaps and total return swaps*

Interest rate swaps (“IRS”) and total return swaps (“TRS”) may be purchased or sold to enhance return, to hedge against fluctuations in security prices, market conditions or currency exchange rates, or as a substitute for the purchase or sale of securities or currencies, either for efficient portfolio management (“EPM”) or investment purposes.

Derivatives such as IRS are used for trading purposes.

IRS are measured initially at fair value on the date on which the derivative contract is entered into and subsequently remeasured at fair value. Fair values are obtained from counterparties or from quoted market prices in active markets, including recent market transactions, and from valuation techniques using discounted cash flow models and option pricing models as appropriate. IRS are included in assets when the fair value is positive, and in liabilities when the fair value is negative, unless there is the legal ability and intention to settle the asset and liability on a net basis. Revenues/payments arising on IRS are included in Net income from financial instruments at FVTPL in the Statement of Comprehensive Income. Swap contracts are carried at fair value based upon the fair value of the underlying assets, the risk associated with the underlying assets, and any additional provisions of the derivative contract. The centrally cleared IRS are treated as settled to market and are presented in the Portfolio Statements of the respective Sub-Funds on a gross basis.

TRS is an agreement in which one party makes payments based on a set rate, either fixed or variable, while the other party makes payments based on the return of an underlying asset, which includes both the income it generates and any capital gains. In TRS, the underlying asset, referred to as the reference asset, is usually a stock or fixed income index. This is owned by the party receiving the set rate payment. TRS allow the party receiving the total return to gain exposure and benefit from a reference asset without actually having to own it. Contracts are marked-to-market daily based upon calculations using a valuation model and the change, if any, is recorded as unrealised gain or loss in Net income from financial instruments at FVTPL in the Statement of Comprehensive Income.

TRS are used for EPM purposes which includes hedging against market movements, currency exchange or interest rate risks or otherwise, and for investment purposes.

*(iv) Warrants*

Warrants are sometimes used to gain exposure to emerging market equities where custody, liquidity, or other issues make ownership of local shares sub-optimal.

The valuation of the warrants depends on the level of trading. If the warrants are actively traded in the market then the market price is used. If the warrants are not actively traded in the market the intrinsic value of the warrant based on underlying equity price and warrant strike price is used. Warrants by their nature are covered investments.

*(v) Options*

A Sub-Fund may purchase and sell (write) call and put options on securities, securities indices and foreign currencies traded on a national securities exchange or in an Over the Counter (“OTC”) market.

When a Sub-Fund purchases a call or a put option, a premium is paid by the Sub-Fund. The premium on purchased put options exercised is subtracted from the proceeds of the sale of the underlying security or foreign currency in determining the realised gain or loss. The premium on purchased call options exercised is included in determining initial fair value of the securities or foreign currency purchased. Premiums paid on the purchase of options which expire unexercised are treated as realised losses. The option is subsequently marked-to-market to reflect the fair value of the option purchased, which is reported within financial assets at FVTPL in the Statement of Financial Position for each relevant Sub-Fund.



**2. Accounting policies (continued)****n) Financial derivative instruments (continued)***(v) Options (continued)*

If an option which a Sub-Fund has written either expires on its stipulated expiration date or a Sub-Fund enters into a closing purchase transaction, a Sub-Fund realises a gain (or loss, if the cost of a closing purchase transaction exceeds the premium received when the option was sold) without regard to any unrealised gain or loss on the underlying security and the liability related to such option is extinguished. If a call option which a Sub-Fund has written is exercised, a Sub-Fund realises a capital gain or loss from the sale of the underlying security, and the proceeds from such sales are increased by the premium originally received. When a put option which a Sub-Fund has written is exercised, the amount of the premium originally received will reduce the cost of the security which a Sub-Fund purchases upon exercise of the option.

The OTC options are valued at close of business on the dealing day at the settlement price as provided by the counterparty/broker and the values are independently valued, at a minimum, weekly. The fair values of exchange traded options are based upon their quoted daily settlement prices on the relevant exchange. In the event of it being impossible or incorrect to carry out a valuation of a specific investment in accordance with the valuation rules, or if such valuation is not representative of a security's fair market value, the Directors of the AIFM are entitled to use other generally recognised valuation methods in order to reach a proper valuation of that specific instrument, provided that such method of valuation has been approved by the Depositary.

**o) Repurchase agreements and reverse repurchase agreements***Repurchase agreements*

When a Sub-Fund sells a financial asset and simultaneously enters into an agreement to repurchase the same or a similar asset at a fixed price on a future date, the arrangement is accounted for as a borrowing and is recognised in the Statement of Financial Position as a payable under a repurchase agreement.

*Reverse repurchase agreements*

When a Sub-Fund purchases a financial asset and simultaneously enters into an agreement to resell the same or a substantially similar asset at a fixed price on a future date, the arrangement is accounted for as a loan and receivable, and recognised in the Statement of Financial Position as a receivable from a reverse repurchase agreement, and the underlying asset is not recognised in the Sub-Fund's financial statements.

Receivable for reverse repurchase agreements and payables under reverse repurchase agreements are subsequently measured at amortised cost.

Securities borrowed by the Sub-Funds are not recognised in the Statement of Financial Position. If the Sub-Fund subsequently sells the borrowed securities, then the arrangement is accounted for as a short sold position, recognised in the Statement of Financial Position as a financial liability at FVTPL. Cash collateral for borrowed securities is included within due from broker.

**p) Due from/to broker**

Due from/to broker is margin cash and cash collateral which is held by or due to brokers for open futures contracts or derivatives and represents the exchange traded futures contracts' margin deposits held with brokers. This amount is the minimum deemed by the brokers and counterparties for collateral requirements and is as such restricted and is reported separately to the unrestricted cash in the Statement of Financial Position.

Upon entering into a centrally cleared derivative contract, the Sub-Funds are required to pledge cash or securities as collateral to a central clearinghouse, through a broker, in accordance with the initial margin requirements of the central clearinghouse. At year end, the balances of the initial margin requirements at each broker, excluding the value of any securities pledged as collateral, are recorded as due from/to broker in the Statement of Financial Position. Any security that has been pledged as collateral is identified as an asset in the Statement of Financial Position at fair value.

**q) Collateral**

A Sub-Fund's assets may be deposited by or received by the Sub-Fund for collateral purposes with counterparties in respect of OTC FDIs held by the Sub-Fund. Such assets remain in the ownership of the relevant Sub-Fund and are recorded as an asset in the Statement of Financial Position.

**2. Accounting policies (continued)****q) Collateral (continued)**

Cash received as collateral is recorded as an asset in the Statement of Financial Position and is valued at amortised cost. A related liability to repay the collateral is recorded as a liability in the Statement of Financial Position and is also valued at its amortised cost.

Investments pledged by the Sub-Funds as collateral are recognised at fair value in the relevant Sub-Funds Portfolio Statements and such investments are referenced accordingly at the base of the Portfolio Statement. Securities received by the Sub-Funds as collateral from counterparties do not form part of the NAV of the Sub-Funds and are disclosed at the end of the relevant Portfolio Statement.

**r) Tax**

The Sub-Funds currently incur withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the Statement of Comprehensive Income. Withholding taxes are shown as a separate item in the Statement of Comprehensive Income.

**s) Other assets**

Other assets do not carry any interest and are short-term in nature and are accordingly stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts.

**t) Expenses payable**

Accrued expenses are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

**u) Payables for securities purchased/receivables for securities sold**

Payables for securities purchased and receivables for securities sold represents purchases and sales that have been contracted for but not yet delivered by the end of the financial year.

**v) Subscriptions receivable/redemptions payable**

The subscription receivable/redemption payable represent amounts receivable and payable from/to investors for Sub-Fund units issued/redeemed for which settlement has not occurred at the end of the financial year.

**w) Securities lending income**

Income earned from securities lending activities is accounted for on an accruals basis. Securities lending income is recognised in the Statement of Comprehensive Income. Investments lent under securities lending agreement continue to be recognised in the Statement of Financial Position, as the Sub-Funds continue to be exposed to all gains and losses arising from the ownership of these securities and are measured in accordance with the accounting policy for financial instruments.

**x) Interest payable**

Interest payable is stated at its accrued value.

**3. Fees and expenses****Management Fees, Sub-Investment Managers' Fees and Voluntary Cap**

The AIFM, on behalf of the CCF, is responsible for the payment of the Investment Manager's fee and the distributor's fee (including reasonable out of pocket expenses) out of the management fee. The fees and expenses of any Sub-Investment Manager, State Street Fund Services (Ireland) Limited ("the Administrator") and State Street Custodial Services (Ireland) Limited (the "Depositary") (including reasonable out of pocket expenses) shall be paid by the AIFM, on behalf of the CCF, out of the assets of the relevant Sub-Fund. Investments by Sub-Funds of the CCF into funds also managed by the AIFM are not charged a management fee at the level of the underlying fund, thereby ensuring that there is no double charging of fees by the AIFM. The aggregate fees and expenses of the Manager, Administrator, Depositary and Investment Manager will not exceed 3% per annum of the NAV of the Sub-Fund.

**3. Fees and expenses (continued)**

**Management Fees, Sub-Investment Managers' Fees and Voluntary Cap (continued)**

The AIFM, on behalf of the CCF, can undertake to limit the annual expenses for certain classes through the use of a Voluntary Cap. As at the 30 June 2020 there was no Voluntary Cap in place.

Sub-Fund	Unit Class Description	30 June 2020			30 June 2019		
		Management Fee	Voluntary Cap	Maximum Fee	Management Fee	Voluntary Cap	Maximum Fee
Mercer Return Seeking Fund 1	Class M-1 CAD; Class M-1 €	0.11%	n/a	3.00%	0.11%	n/a	3.00%
	Class M-1 € Hedged	0.14%	n/a	3.00%	0.14%	n/a	3.00%
	Class M-4 €, Class M-5 €	0.15%	n/a	3.00%	0.15%	n/a	3.00%
	Class M-4 € Hedged, Class M-5 € Hedged	0.16%	n/a	3.00%	0.16%	n/a	3.00%
Mercer Fundamental Indexation Global Equity CCF§	Class M-1 £	0.20%	n/a	3.00%	0.20%	0.29%	3.00%
	Class M-1 € Hedged, Class M-1 £ Hedged	0.25%	n/a	3.00%	0.25%	0.34%	3.00%
	Class M-2 SEK, Class M-2 £	0.40%	n/a	3.00%	0.40%	0.49%	3.00%
	Class M-2 £ Hedged	0.45%	n/a	3.00%	0.45%	0.54%	3.00%
	Class M-3 €	0.60%	n/a	3.00%	0.60%	0.69%	3.00%
	Class M-3 £ Hedged, Class M-3 € Hedged	0.65%	n/a	3.00%	0.65%	0.74%	3.00%
	Class M-4 £*	-	-	-	0.80%	0.89%	3.00%
	Class M-4 £ Hedged	0.85%	n/a	3.00%	0.85%	0.94%	3.00%
	Class M-5 £ Hedged*	-	-	-	1.05%	2.04%	3.00%
	Class M-6 €	0.075%	n/a	3.00%	0.075%	0.17%	3.00%
	Class A13-H-0.3200 €	0.32%	n/a	3.00%	0.32%	0.41%	3.00%
	Class A13-H-0.3200 € IE-6	0.32%	n/a	3.00%	-	-	-
	Class A18-H-0.6200 £, Class A18-H-0.6200 £ GB-6	0.62%	n/a	3.00%	-	-	-
	Class A18-0.6000 £ GB-6	0.60%	n/a	3.00%	-	-	-
	Mercer Passive Global Equity CCF§	Class M-1 £	0.20%	n/a	3.00%	0.20%	0.29%
Class M-1 £ Hedged		0.25%	n/a	3.00%	0.25%	0.34%	3.00%
Class M-2 €, Class M-2 £		0.40%	n/a	3.00%	0.40%	0.49%	3.00%
Class M-2 € Hedged, Class M-2 £ Hedged		0.45%	n/a	3.00%	0.45%	0.54%	3.00%
Class M-3 £, Class M-3 €		0.60%	n/a	3.00%	0.60%	0.69%	3.00%
Class M-3 € Hedged, Class M-3 £ Hedged		0.65%	n/a	3.00%	0.65%	0.74%	3.00%
Class M-6 € Hedged		0.28%	n/a	3.00%	0.28%	0.37%	3.00%
Class M-6 £ Hedged, Class M-10 € Hedged		0.0225%	n/a	3.00%	0.0225%	0.11%	3.00%
Class M-7 € Hedged		0.38%	n/a	3.00%	0.38%	0.47%	3.00%
Class M-8 € Hedged		0.23%	n/a	3.00%	0.23%	0.32%	3.00%
Class M-9 € Hedged		0.11%	n/a	3.00%	0.11%	0.20%	3.00%
Class M-14 € Hedged		0.07%	n/a	3.00%	0.07%	0.16%	3.00%
Class Z-1 £, Class Z-1 £ Hedged		0.00%	n/a	3.00%	0.00%	0.09%	3.00%
Mercer Investment Fund 2		Class M-1 €	0.07%	n/a	3.00%	0.07%	n/a
Mercer Investment Fund 3 CCF	Class M-2 £	0.145%	n/a	3.00%	0.145%	n/a	3.00%
Mercer Investment Fund 5 CCF	Class M-1 €	0.10%	n/a	3.00%	0.10%	n/a	3.00%

\*These unit classes terminated during the financial year ended 30 June 2019.

§Voluntary Cap removed from the Sub-Fund Supplement during the financial year.

## 3. Fees and expenses (continued)

## Management Fees, Sub-Investment Managers' Fees and Voluntary Cap (continued)

Sub-Fund	Unit Class Description	30 June 2020			30 June 2019		
		Management Fee	Voluntary Cap	Maximum Fee	Management Fee	Voluntary Cap	Maximum Fee
SH Pension Investment Fund	Class M-1 SEK	0.15%	n/a	3.00%	0.15%	n/a	3.00%
Mercer Investment Fund 10	Class M-1 £	0.06%	n/a	3.00%	0.06%	n/a	3.00%
	Class M-2 £*	-	-	-	0.10%	n/a	3.00%
Mercer Investment Fund 11	Class M-1 £	0.06%	n/a	3.00%	0.06%	n/a	3.00%
	Class M-2 £*	-	-	-	0.10%	n/a	3.00%
Mercer Investment Fund 12	Class M-1 £	0.06%	n/a	3.00%	0.06%	n/a	3.00%
	Class M-2 £*	-	-	-	0.10%	n/a	3.00%
Mercer Investment Fund 16	Class A4-0.0850 \$	0.085%	n/a	3.00%	0.085%	n/a	3.00%

\*These unit classes terminated during the financial year ended 30 June 2019.

## Audit Fees

Audit fees charged by the Auditor for services rendered during the financial year ended 30 June 2020 and financial year ended 30 June 2019 relate to the following:

## Financial year ended 30 June 2020

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
Statutory audit (including reimbursement of fees)	(21,450)	(9,608)	(18,000)	(40,949)	(9,380)	(4,971)
Tax advisory	(1,854)	(2,050)	(2,050)	(1,854)	(1,627)	(1,854)
<b>Total</b>	<b>(23,304)</b>	<b>(11,658)</b>	<b>(20,050)</b>	<b>(42,803)</b>	<b>(11,007)</b>	<b>(6,825)</b>
		SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	Mercer Investment Fund 16 US\$
Statutory audit (including reimbursement of fees)		(36,500)	(29,062)	(16,755)	(10,612)	(13,369)
Tax advisory		(19,755)	(1,627)	(1,627)	(1,627)	(2,050)
<b>Total</b>		<b>(56,255)</b>	<b>(30,689)</b>	<b>(18,382)</b>	<b>(12,239)</b>	<b>(15,419)</b>

**3. Fees and expenses (continued)**

**Audit Fees (continued)**

**Financial year ended 30 June 2019**

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
Statutory audit (including reimbursement of fees)	(23,349)	(14,218)	(27,655)	(36,073)	(10,574)	(5,507)
Tax advisory	(150)	(171)	(171)	(150)	(132)	(150)
<b>Total</b>	<b>(23,499)</b>	<b>(14,389)</b>	<b>(27,826)</b>	<b>(36,223)</b>	<b>(10,706)</b>	<b>(5,657)</b>

  

	SH Pension Investment Fund 11 SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	*Mercer Investment Fund 16 US\$
Statutory audit (including reimbursement of fees)		(43,528)	(30,985)	(17,823)	(8,495)
Tax advisory		(1,564)	(132)	(132)	(171)
<b>Total</b>		<b>(45,092)</b>	<b>(31,117)</b>	<b>(17,955)</b>	<b>(8,666)</b>

\*This Sub-Fund launched during the financial year ended 30 June 2019.

The fees for statutory audit of the accounts as disclosed in the tables above is exclusive of VAT. The audit fees recognised in the Statement of Comprehensive Income are inclusive of VAT. There were no other assurance services or other non-audit services in respect of the current or prior financial year other than those outlined in the tables above.

**Administrator, Depositary and Other fees**

The Sub-Funds are charged Administration fees, which includes fund accounting, Unit Class fees, transfer agency, financial and tax reporting fees, at fee rates ranging between 0.425 basis points (“bps”) and 1.5bps of the NAV based on the daily Assets under Administration (“AUA”). The Sub-Funds are charged Depositary fees, at fee rates ranging between 0.18bps and 0.625bps of the NAV based on the daily AUA.

The Sub-Funds are charged Sub-Investment Managers’ fees, fees incurred by the Sub-Funds during the financial year are included within Other fees in the table below.

The table below outlines the Administration fees, Depositary fees and other fees incurred during the financial year ended 30 June 2020 and 30 June 2019 and the amounts payable at the financial year end:

**Financial year ended 30 June 2020**

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
Administration fees	(352,896)	(96,924)	(190,133)	(1,512,041)	(116,305)	(13,388)
Administration fees payable	(82,874)	(19,958)	(38,309)	(365,869)	(33,525)	(2,910)
Depositary fees	(145,716)	(36,436)	(74,041)	(628,870)	(48,479)	(4,892)
Depositary fees payable	(35,321)	(8,164)	(15,679)	(155,543)	(14,180)	(1,186)
Other fees	(1,876,082)	(529,289)	(402,532)	(37,517,316)	(1,227,259)	(117,665)
Other fees payable	(655,481)	(237,642)	(231,302)	(11,371,703)	(513,226)	(33,756)

## 3. Fees and expenses (continued)

## Administrator, Depositary and Other fees (continued)

## Financial year ended 30 June 2020 (continued)

	SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	Mercer Investment Fund 16 US\$
Administration fees	(157,372)	(462,911)	(264,125)	(164,597)	(165,750)
Administration fees payable	(14,222)	(114,881)	(65,726)	(41,494)	(49,344)
Depositary fees	(63,836)	(189,539)	(109,992)	(68,533)	(69,062)
Depositary fees payable	(6,177)	(48,867)	(27,973)	(17,652)	(20,847)
Other fees	(1,587,468)	(2,035,854)	(1,188,615)	(764,540)	(701,299)
Other fees payable	(93,989)	(1,265,197)	(809,425)	(540,365)	(313,381)

## Financial year ended 30 June 2019

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
Administration fees	(325,198)	(101,241)	(201,933)	(1,283,868)	(100,718)	(8,596)
Administration fees payable	(54,977)	(16,688)	(32,687)	(216,775)	(17,438)	(1,972)
Depositary fees	(135,499)	(40,496)	(80,773)	(534,945)	(41,966)	(3,438)
Depositary fees payable	(22,907)	(6,675)	(13,075)	(90,323)	(7,266)	(789)
Other fees	(1,662,003)	(1,302,247)	(2,910,314)	(36,755,421)	(1,495,725)	-
Other fees payable	(557,010)	(218,078)	(218,284)	(10,465,359)	(491,997)	(61,090)

	SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	*Mercer Investment Fund 16 US\$
Administration fees	(184,341)	(434,315)	(254,140)	(153,450)	(43,137)
Administration fees payable	(37,771)	(72,144)	(42,016)	(25,711)	(18,234)
Depositary fees	(73,736)	(180,965)	(105,892)	(63,938)	(17,974)
Depositary fees payable	(15,108)	(30,060)	(17,507)	(10,713)	(7,597)
Other fees	(1,937,625)	(1,919,427)	(1,100,630)	(696,866)	(164,784)
Other fees payable	(860,415)	(808,650)	(523,034)	(356,838)	(180,716)

\*This Sub-Fund launched during the financial year ended 30 June 2019.

## 4. Related parties

This note provides detail on related party transactions concerning the Mercer QIF CCF.

## Transactions with key management personnel

## Management fees

Mercer Global Investments Management Limited, the AIFM, has appointed Mercer Global Investments Europe Limited as the Investment Manager for each of the Sub-Funds. The Investment Manager has responsibility for the on-going monitoring of investments within each of the Sub-Funds of the CCF.

**4. Related parties (continued)**

**Transactions with key management personnel (continued)**

**Management fees (continued)**

Mercer Global Investments Management Limited has been appointed as AIFM to the CCF. For these services during the financial year the AIFM earns a management fee as outlined in Note 3 to the financial statements.

Investments by Sub-Funds of the CCF into funds also managed by the Investment Manager are not charged an investment management fee at the level of the underlying fund, thereby ensuring that there is no double charging of fees by the Investment Manager.

The table below outlines the AIFM fees incurred during the financial year ended 30 June 2020 and 30 June 2019, and the amounts payable at the financial year end. There was no voluntary Cap reimbursement during the financial year ended 30 June 2020 or 30 June 2019.

**Financial year ended 30 June 2020**

	<b>Mercer Return Seeking Fund 1 €</b>	<b>Mercer Fundamental Indexation Global Equity CCF US\$</b>	<b>Mercer Passive Global Equity CCF US\$</b>	<b>Mercer Investment Fund 2 €</b>	<b>Mercer Investment Fund 3 CCF GB£</b>	<b>Mercer Investment Fund 5 CCF €</b>
Management fees	(3,426,401)	(4,675,439)	(5,681,517)	(7,203,286)	(1,600,430)	(509,597)
Management fees payable	(299,709)	(374,969)	(462,293)	(645,860)	(139,137)	(43,510)
		<b>SH Pension Investment Fund SEK</b>	<b>Mercer Investment Fund 10 GB£</b>	<b>Mercer Investment Fund 11 GB£</b>	<b>Mercer Investment Fund 12 GB£</b>	<b>Mercer Investment Fund 16 US\$</b>
Management fees		(6,604,267)	(1,931,338)	(1,110,493)	(689,226)	(960,588)
Management fees payable		(562,920)	(173,587)	(100,001)	(63,218)	(111,829)

**Financial year ended 30 June 2019**

	<b>Mercer Return Seeking Fund 1 €</b>	<b>Mercer Fundamental Indexation Global Equity CCF US\$</b>	<b>Mercer Passive Global Equity CCF US\$</b>	<b>Mercer Investment Fund 2 €</b>	<b>Mercer Investment Fund 3 CCF GB£</b>	<b>Mercer Investment Fund 5 CCF €</b>
Management fees	(3,167,250)	(4,891,726)	(6,299,497)	(6,062,309)	(1,472,563)	(514,289)
Management fees payable	(251,332)	(399,070)	(467,857)	(750,172)	(119,614)	(41,330)
		<b>SH Pension Investment Fund SEK</b>	<b>Mercer Investment Fund 10 GB£</b>	<b>Mercer Investment Fund 11 GB£</b>	<b>Mercer Investment Fund 12 GB£</b>	<b>*Mercer Investment Fund 16 US\$</b>
Management fees		(6,417,851)	(1,835,320)	(1,067,037)	(643,010)	(250,056)
Management fees payable		(505,154)	(143,446)	(82,496)	(50,435)	(53,103)

\*This Sub-Fund launched during the financial year ended 30 June 2019.

## 4. Related parties (continued)

## Transactions with key management personnel (continued)

## Performance Fees

## Mercer Investment Fund 2

In addition to the fees payable to a Sub-Investment Manager, a Sub-Investment Manager may be entitled, out of the assets of the Sub-Fund, to a performance fee (each a "Performance Fee") which shall be calculated and accrued at each Valuation Point and be payable annually in arrears at the end of the twelve-month period ending on 31 December each year (the "Performance Period"). When a Sub-Investment Manager is appointed during a calendar year the first Performance Period in respect of such Sub-Investment Manager will commence on a date, following such sub-investment manager's appointment, to be agreed between the Investment Manager and the Sub-Investment Manager and shall end of 31 December of the year in which the relevant Sub-Investment Manager was appointed.

Where a Sub-Investment Manager, or the performance fee arrangement with a Sub-Investment Manager, is terminated during a calendar year, the last Performance Period in respect of such Sub-Investment Manager, or performance fee arrangement, will terminate on the date of termination of the appointment or the performance fee arrangement, as appropriate. Performance Fees earned in respect of Mercer Investment Fund 2 for the financial year ended 30 June 2020 amounted to € Nil (30 June 2019: € 802,917).

The "Manager Return" is the percentage return on capital invested by the relevant Sub-Investment Manager in respect of each Performance Period. The "Benchmark Return" is the return on a reference index as agreed between the Investment Manager and the relevant Sub-Investment Manager, expressed as a percentage. The Performance Fee in respect of each Performance Period will be calculated as a portion of the outperformance of the Manager Return over the Benchmark Return during the Performance Period. The portion of the outperformance by reference to which the Performance Fee will be calculated will range depending on the level agreed between the Investment Manager and the Sub-Investment Manager but will not exceed 25% of outperformance. The Performance Fee shall be calculated by the Administrator and verified by the Depository following the financial year end. A Performance Fee may also be subject to additional features such as high water mark, hurdle rate and/or caps on the performance fees payable. The aggregate Performance Fees for all Sub-Investment Manager will not exceed 3% of the NAV of the Sub-Fund.

## Directors' fees

Michael Dempsey resigned from Mercer Global Investments Management Limited ("MGIM") Board during the period under review and is the business leader of Mercer Global Investments Europe Limited, the Investment Manager. Michael Dempsey did not receive a fee for his Directorship as he was a non-independent Director. Hooman Kaveh is the Chief Investment Officer for Mercer, Carmel Jordan is the International Chief Operating Officer for Mercer Global Investments Europe Ltd and Helen O'Beirne is the Head of Business Regulation and Conduct Risk for Mercer Global Investments Management Limited. Hooman Kaveh, Carmel Jordan and Helen O'Beirne do not receive a fee for their Directorship as non-independent Directors. The AIFM and Investment Manager are related to Mercer (Ireland) Limited (the "Parent") as all three entities are wholly owned subsidiaries of Mercer Ireland Holdings Limited.

The table below outlines the Director's fees incurred during the financial year ended 30 June 2020 and 30 June 2019 and the amounts payable at the financial year end:

## Financial year ended 30 June 2020

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
Directors' fees	(3,789)	(2,457)	(3,890)	(13,159)	(2,221)	(1,703)
Directors' fees payable	(640)	(301)	(588)	(2,832)	(302)	(148)
	Mercer SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	Mercer Investment Fund 16 US\$	
Directors' fees	(16,522)	(4,691)	(3,101)	(2,294)	(2,683)	
Directors' fees payable	(1,190)	(902)	(519)	(327)	(401)	



## 4. Related parties (continued)

## Transactions with key management personnel (continued)

## Directors' fees (continued)

## Financial year ended 30 June 2019

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
Directors' fees	(3,012)	(3,440)	(3,444)	(3,010)	(2,645)	(3,010)
Directors' fees payable	(271)	(295)	(299)	(268)	(235)	(268)
		SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	*Mercer Investment Fund 16 US\$
Directors' fees		(31,420)	(2,646)	(2,646)	(2,646)	(1,980)
Directors' fees payable		(2,818)	(237)	(237)	(237)	(298)

\*This Sub-Fund launched during the financial year ended 30 June 2019.

## Collateral Manager/Secured Party

On 6 October 2017, the AIFM, on behalf of the CCF, appointed State Street Bank International GmbH (the "Collateral Manager/Secured Party") as the Collateral Manager/Secured Party. The Sub-Funds also hold derivative and cash balances with State Street.

## Securities lending agent

The AIFM, on behalf of the CCF, has appointed State Street Bank and Trust Company, London Branch, as securities lending agent.

## Other related party transactions

The AIFM, on behalf of the CCF, is related to MGI Funds plc, Mercer QIF Fund plc and Mercer UCITS Common Contractual Fund by virtue of the fact that they are managed by Mercer Global Investments Management Limited, the AIFM and have a common Investment Manager, Mercer Global Investments Europe Limited. The CCF is further related to these Mercer Funds by virtue of the fact that they and the AIFM have common Directors. At the financial year ended 30 June 2020 and 30 June 2019, the CCF held the following related party interests in Sub-Funds of the CCF:

## 30 June 2020

Sub-Fund with investment in related party	Related Party (Sub-Fund of MGI Funds plc)	Unit Class	Number of units held 30 June 2020	Sub-Fund Currency	Fair value 30 June 2020	Financial Year ended 30 June 2020	
						Purchases	Sales
Mercer Investment Fund 3 CCF	Mercer Absolute Return Fixed Income Fund	A8-H-0.1700-D £	621,894	GB£	61,859,748	60,006,082	-
	Mercer Absolute Return Fixed Income Fund	M-3 £ Hedged	-	GB£	-	5,332	(9,614,367)
Mercer Investment Fund 5 CCF	Mercer Diversified Growth Fund	M-6 € Hedged	621,022	€	89,296,712	89,184,928	-
	Mercer Passive Emerging Markets Equity Fund	M-7 €	245,514	€	32,911,129	-	(5,406,836)

## 4. Related parties (continued)

## Other related party transactions (continued)

30 June 2020 (continued)

Sub-Fund with investment in related party	Related Party (Sub-Fund of MGI Funds plc)	Unit Class	Number of units held 30 June 2020	Sub-Fund Currency	Fair value 30 June 2020	Financial Year ended 30 June 2020		
						Purchases	Sales	
<b>SH Pension Investment Fund</b>	MGI Emerging Markets Debt Fund	M-4 \$	-	SEK	-	164,641,218	(148,909,886)	
	MGI Emerging Markets Equity Fund	M-1 SEK	-	SEK	-	-	(296,734,193)	
	Mercer Absolute Return Fixed Income Fund	M-3 SEK Hedged	138,972	SEK	143,713,606	300,062,640	(147,851,157)	
	Mercer Global Buy & Maintain Credit Fund	M-2 SEK Hedged	599,026	SEK	613,725,649	632,906,595	(43,302,698)	
	Mercer Global High Yield Bond Fund	M-1 SEK Hedged	274,466	SEK	279,604,492	125,539,936	(161,757,948)	
	Mercer Global Listed Infrastructure Fund	M-2 SEK	147,706	SEK	177,868,821	319,669,409	(100,000,000)	
	Mercer Global Small Cap Equity Fund	M-2 SEK	110,089	SEK	123,342,067	22,202	(188,883,227)	
	Mercer Low Volatility Equity Fund	M-5 \$	128,112	SEK	203,265,366	319,839,067	(92,057,953)	
	Mercer Low Volatility Equity Fund	A12-0.2500 SEK	-	SEK	-	91,000,000	(90,625,081)	
	Mercer Passive Emerging Markets Equity Fund	A8-0.1750 SEK	299,151	SEK	320,238,203	300,003,704	-	
	Mercer Short Duration Global Bond Fund 1	M-2 SEK Hedged	410,387	SEK	434,135,786	226,090,351	(118,751,055)	
	Mercer Short Duration Global Bond Fund 2	M-2 SEK Hedged	603,235	SEK	618,207,538	660,258,899	(52,151,246)	
	Mercer UCITS Alternatives Strategies	M-1 SEK Hedged	-	SEK	-	55,473	(102,233,314)	
	<b>Mercer Investment Fund 10</b>	MGI UK Cash Fund	Z-1 £	212,173	GB£	21,781,657	86,011,820	(70,524,485)
		Mercer Absolute Return Fixed Income Fund	A1-H-0.0200 £	1,013,221	GB£	107,006,320	-	-
	<b>Mercer Investment Fund 11</b>	MGI UK Cash Fund	Z-1 £	111,324	GB£	11,428,510	42,864,426	(44,176,978)
		Mercer Absolute Return Fixed Income Fund	A1-H-0.0200 £	351,632	GB£	37,135,888	-	-
Mercer Global Small Cap Equity Fund		Z-1 £	389,720	GB£	38,617,342	33,112,850	-	
<b>Mercer Investment Fund 12</b>	MGI UK Cash Fund	Z-1 £	60,138	GB£	6,173,810	3,660,675	(5,980,580)	
	Mercer Absolute Return Fixed Income Fund	A1-H-0.0200 £	152,831	GB£	16,140,466	-	-	
	Mercer Global Small Cap Equity Fund	Z-1 £	282,490	GB£	27,991,941	24,003,680	-	
Sub-Fund with investment in related party	Related Party (Sub-Fund of Mercer QIF Funds plc)	Unit Class	Number of units held 30 June 2020	Sub-Fund Currency	Fair value 30 June 2020	Financial Year ended 30 June 2020		
						Purchases	Sales	
<b>Mercer Investment Fund 3 CCF</b>	Mercer Multi-Asset Credit Fund	A15-H-0.4200-D £	1,068,886	GB£	98,455,079	95,007,574	-	
	Mercer Select Alternatives Strategies	M-1 £ Hedged	399,986	GB£	38,342,612	38,011,746	-	
	Mercer Tailored Credit Fund 1	M-1 £ Distributing	486,984	GB£	55,262,971	55,000,000	-	

## 4. Related parties (continued)

## Other related party transactions (continued)

## 30 June 2020 (continued)

Sub-Fund with investment in related party	Related Party (Sub-Fund of Mercer UCITS Common Contractual Fund)	Unit Class	Number of units held 30 June 2020	Sub-Fund Currency	Fair value 30 June 2020	Financial Year ended 30 June 2020	
						Purchases	Sales
<b>Mercer Investment Fund 5 CCF</b>	Mercer Passive Global REITS UCITS CCF	A3-H-0.0700 €	222,762	€	22,490,035	22,296,232	-
<b>SH Pension Investment Fund</b>	Mercer Passive Global Listed Infrastructure UCITS CCF	Z1-0.0000 \$	151	SEK	135,387,418	134,885,648	-
	Mercer Passive Low Volatility Equity UCITS CCF	Z1-0.0000 \$	202	SEK	195,696,271	193,412,960	-

## 30 June 2019

Sub-Fund with investment in related party	Related Party (Sub-Fund of MGI Funds plc)	Unit Class	Number of units held 30 June 2019	Sub-Fund Currency	Fair value 30 June 2019	Financial Year ended 30 June 2019	
						Purchases	Sales
<b>Mercer Investment Fund 3 CCF</b>	Mercer Absolute Return Fixed Income Fund	M-1 £ Hedged	-	GB£	-	10,988	(19,808,083)
	Mercer Absolute Return Fixed Income Fund	M-3 £ Hedged	90,016	GB£	9,548,923	19,840,602	(10,770,000)
<b>Mercer Investment Fund 5 CCF</b>	Mercer Passive Emerging Markets Equity Fund	M-7 €	285,437	€	39,164,853	6,765,719	(2,535,092)
<b>SH Pension Investment Fund</b>	Mercer Global High Yield Bond Fund	M-1 SEK Hedged	298,499	SEK	307,573,515	392,411	(103,381,979)
	Mercer Global Small Cap Equity Fund	M-2 SEK	262,730	SEK	301,485,176	247,613,784	(91,384,909)
	Mercer Short Duration Global Bond Fund 1	M-2 SEK Hedged	311,072	SEK	325,642,404	1,743,941	(705,380,820)
	Mercer UCITS Alternatives Strategies Emerging Market Equity Fund	M-1 SEK Hedged	112,562	SEK	101,866,100	745,813	(450,000,000)
			M-1 SEK	324,266	SEK	328,280,535	243,131,882
<b>Mercer Investment Fund 10</b>	MGI UK Cash Fund	Z-1 £	61,021	GB£	6,233,338	39,191,036	(32,991,726)
	Mercer Absolute Return Fixed Income Fund	A1-H-0.0200 £	1,013,221	GB£	105,243,315	101,322,148	-
<b>Mercer Investment Fund 11</b>	MGI UK Cash Fund	Z-1 £	124,237	GB£	12,690,810	27,094,741	(14,421,365)
	Mercer Absolute Return Fixed Income Fund	A1-H-0.0200 £	351,632	GB£	36,524,047	35,163,230	-
<b>Mercer Investment Fund 12</b>	MGI UK Cash Fund	Z-1 £	82,786	GB£	8,456,634	26,055,976	(17,634,951)
	Mercer Absolute Return Fixed Income Fund	A-1 £ Hedged	152,831	GB£	15,874,541	15,283,085	-
	Mercer Absolute Return Fixed Income Fund	Z-2 £ Hedged	-	GB£	11	15,328,940	(15,283,085)

## 4. Related parties (continued)

## Cross holdings

The following table details the cross holdings within the Sub-Funds at 30 June 2020 and 30 June 2019:

## 30 June 2020

Investing Sub-Fund	Sub-Fund	Unit Class	Cost of investment	Underlying Sub-Fund Currency	Market value 30 June 2020	Financial year ended 30 June 2020 Purchases	Sales	Net realised and movement in unrealised gain/(loss)
Mercer Investment Fund 3 CCF	Mercer Passive Global Equity CCF	Z-1 £	-	GB£	-	425	(173,355,679)	(9,596,758)
	Mercer Passive Global Equity CCF	Z-1 £ Hedged	-	GB£	-	-	(144,331,785)	(12,036,871)
Mercer Investment Fund 5 CCF	Mercer Passive Global Equity CCF	M-10 € Hedged	232,717,533	€	302,753,188	22,155,531	(72,846,955)	8,106,905
SH Pension Investment Fund	Mercer Fundamental Indexation Global Equity CCF	M-2 SEK	195,674,355	US\$	210,725,941	195,674,355	-	15,051,586

## 30 June 2019

Investing Sub-Fund	Sub-Fund	Unit Class	Cost of investment	Underlying Sub-Fund Currency	Market value 30 June 2019	Financial year ended 30 June 2019 Purchases	Sales	Net realised and movement in unrealised gain
Mercer Investment Fund 3 CCF	Mercer Passive Global Equity CCF	Z - 1 GB£	110,864,219	GB£	182,952,012	-	-	72,087,793
	Mercer Passive Global Equity CCF	Z - 1 GB£ Hedged	109,913,056	GB£	156,368,656	-	-	46,455,600
Mercer Investment Fund 5 CCF	Mercer Passive Global Equity CCF	M -10 € Hedged	268,258,317	€	345,337,707	18,730,859	(4,705,175)	77,079,390

## Asset swap transactions

There were no asset swap transactions between Sub-Funds during the financial year ended 30 June 2020.

Mercer Investment Fund 10 and Mercer Investment Fund 11 were involved in an asset swap transaction during the financial year ended 30 June 2019 amounting GB£ 42,652,220.

Mercer Investment Fund 10 and Mercer Investment Fund 12 were involved in an asset swap transaction during the financial year ended 30 June 2019 amounting GB£ 63,011,898.

Mercer Investment Fund 11 and Mercer Investment Fund 12 were involved in an asset swap transaction during the financial year ended 30 June 2019 amounting GB£ 97,870.

## In-specie and ex-specie transfers

## 30 June 2020

Mercer Passive Global Equity CCF accepted an in-specie transfer of assets during the financial year ended 30 June 2020 amounting to US\$ 74,066,435, which included cash of US\$ 3,532,752.

Mercer Investment Fund 2 accepted an in-specie transfer of assets during the financial year ended 30 June 2020 amounting to € 1,241,330,061.

**4. Related parties (continued)****In-specie and ex-specie transfers (continued)****30 June 2020 (continued)**

Mercer Investment Fund 10 actioned an ex-specie transfer of assets during the financial year ended 30 June 2020 amounting to GBP 54,577,586.

Mercer Investment Fund 11 actioned an ex-specie transfer of assets during the financial year ended 30 June 2020 amounting to GBP 17,374,504.

Mercer Investment Fund 12 actioned an ex-specie transfer of assets during the financial year ended 30 June 2020 amounting to GBP 7,131,770.

**30 June 2019**

Mercer Passive Global Equity CCF actioned an ex-specie transfer of assets during the financial year ended 30 June 2019 amounting to US\$ 20,409,685.

Mercer Fundamental Indexation Global Equity Fund actioned an ex-specie transfer of assets during the financial year ended 30 June 2020 amounting to US\$ 19,429,061.

**Unitholders of the CCF**

Significant Unitholders in the Sub-Funds are disclosed in Note 11 to the financial statements.

**Class Z Units**

Class Z Units are offered primarily to clients of the Investment Manager or its affiliates pursuant to an investment management agreement. The Sub-Funds and any other fund for which the AIFM or any of its affiliates may serve as manager or investment manager may also invest in Class Z Units. Those investors in the Class Z Units are given a 0% management fee.

**5. Interests in unconsolidated structured entities**

The Sub-Funds meet the definition of an Investment Entity under IFRS 10 and therefore does not consolidate any investments. IFRS 12 requires disclosures around "Unconsolidated Structured Entities".

IFRS 12 defines a structured entity as an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to the administrative tasks only and the relevant activities are directed by means of contractual agreements. Disclosures are required where an interest is held in a structured entity and where, for example the investor has been involved in the setting up of the structured entity and the investor would have exposure to potential losses or costs over and above the amount actually invested.

Where it is within their investment objectives, at 30 June 2020 and 30 June 2019 the Sub-Funds held various investments in ABS, MBS and CIS. The fair value of these investments is recorded in the "Securities" line and the CIS are recorded in the "Collective investment schemes" line in the Statement of Financial Position. All gains and losses are recognised as part of Net income from financial instruments at FVTPL in the Statement of Comprehensive Income. The carrying value of these investments is equivalent to fair value, and the Sub-Fund's maximum exposure to loss from these investments is equal to their total fair value. Once a Sub-Fund has disposed of its holding in any of these investments, the Sub-Fund ceases to be exposed to any risk from that investment.

At 30 June 2020 and 30 June 2019, there were no significant restrictions on the ability of the structured entity to transfer funds to the Sub-Funds in the form of redemption of the units held by the Sub-Funds. No financial or other support was provided without contractual obligation to do so during the financial year ended 30 June 2020 or 30 June 2019. The Sub-Funds have no commitments or intentions to provide financial support or other support to the structured entity.

The Sub-Funds have concluded that the ABS, MBS and CIS in which they invest, but that they do not consolidate, meet the definition of structured entities because:

- the voting rights in these entities are not the dominant rights in deciding who controls them, as they relate to administrative tasks only;
- each entity's activities are restricted by its Prospectus; and
- the entities have narrow and well-defined objectives to provide investment opportunities to investors.

## 5. Interests in unconsolidated structured entities (continued)

The table below describes the type of unconsolidated structured entities, nature, purpose and interest held by the Sub-Funds.

Type of structured entity	Nature and purpose	Interests held by the Sub-Fund
ABS	Allow issuers to generate cash, which can be used for more lending, while giving investors in the ABS the opportunity to participate in a wide variety of income-generating assets.	Investment in ABS
MBS	An investment similar to a bond that is made up of a bundle of home loans bought from the banks that issued them. Investors in MBS receive periodic payments similar to bond coupon payments.	Investment in MBS
Investment funds	To manage assets on behalf of third party investors. These vehicles are financed through the issue of units to investors.	Investment in units issued by the funds

These investments are detailed in the following table, as they have been established by the Sub-Funds' Investment Manager. The maximum exposure to loss is the carrying amount of the financial assets held.

The table below sets out interests greater than 1% held by the Sub-Funds in unconsolidated structured entities at 30 June 2020.

## 30 June 2020

## Investment in open-ended investment funds

## Mercer Return Seeking Fund 1

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
10% - 20%	€	2,202,684,773	2	249,494,416
20% - 50%	€	245,598,711	1	114,431,196
<b>Total</b>		<b>2,448,283,484</b>	<b>3</b>	<b>363,925,612</b>

## Mercer Investment Fund 3 CCF

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
1% - 5%	GB£	4,812,712,937	2	160,314,827
10% - 20%	GB£	256,450,733	1	38,342,612
<b>Total</b>		<b>5,069,163,670</b>	<b>3</b>	<b>198,657,440</b>

## Mercer Investment Fund 5 CCF

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
1% - 5%	€	12,269,409,660	6	234,778,182
10% - 20%	€	1,812,695,763	1	302,753,188
<b>Total</b>		<b>14,082,105,423</b>	<b>7</b>	<b>537,531,370</b>

\*Based on the latest available Net Assets of the Structured Entities where each underlying fund is considered a structured entity.

**5. Interests in unconsolidated structured entities (continued)**
**30 June 2020 (continued)**

Investment in open-ended investment funds (continued)

**SH Pension Investment Fund**

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
1% - 5%	SEK	115,140,296,283	9	2,414,385,521
5% - 10%	SEK	17,063,128,453	2	1,153,148,436
<b>Total</b>		<b>132,203,424,736</b>	<b>11</b>	<b>3,567,533,957</b>

**Mercer Investment Fund 10**

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
1% - 5%	GB£	3,123,918,542	2	81,435,549
5% - 10%	GB£	1,773,339,444	1	107,006,320
20% - 50%	GB£	588,380,145	3	216,459,834
> 50%	GB£	1,066,811,474	1	1,066,811,474
<b>Total</b>		<b>6,552,449,605</b>	<b>7</b>	<b>1,471,713,177</b>

**Mercer Investment Fund 11**

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
1% - 5%	GB£	4,679,007,835	3	122,115,913
20% - 50%	GB£	588,380,145	3	194,087,599
> 50%	GB£	658,932,403	1	658,932,404
<b>Total</b>		<b>5,926,320,383</b>	<b>7</b>	<b>975,135,916</b>

**Mercer Investment Fund 12**

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
1% - 5%	GB£	2,905,668,391	2	61,533,482
10% - 20%	GB£	173,520,400	1	28,331,033
20% - 50%	GB£	414,859,745	2	109,388,869
> 50%	GB£	423,448,609	1	423,448,609
<b>Total</b>		<b>3,917,497,145</b>	<b>6</b>	<b>622,701,993</b>

\*Based on the latest available Net Assets of the Structured Entities where each underlying fund is considered a structured entity.

**5. Interests in unconsolidated structured entities (continued)**

As at 30 June 2020, there were no significant restrictions on the Sub-Fund's ability to dispose of holdings in the above listed unconsolidated interests.

Although the Sub-Funds hold more than 50% of the underlying entity, the Sub-Funds do not have sufficient power to affect the returns of the underlying structured entities.

The table below sets out holdings held by the Sub-Funds in unconsolidated structured entities greater than 50% at 30 June 2020.

Investing Sub-Fund	Name of investee	Place of business	% of ownership
Mercer Investment Fund 10	LDI Solutions Plus ICAV - LDI Active 6 Fund	Ireland	100.00%
Mercer Investment Fund 11	LDI Solutions Plus ICAV - LDI Active 7 Fund	Ireland	100.00%
Mercer Investment Fund 12	LDI Solutions Plus ICAV - LDI Active 8 Fund	Ireland	100.00%

The table below sets out the interests held by the Sub-Funds in MBS at 30 June 2020:

**Mercer Investment Fund 3 CCF**

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	7,254,904,000	18	9,369,585
10% - 20%	GB£	5,397,465	1	859,081
<b>Total</b>		<b>7,260,301,465</b>	<b>19</b>	<b>10,228,666</b>

**Mercer Investment Fund 10**

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	480,100,000	1	712,689
5% - 10%	GB£	5,397,465	1	277,585
<b>Total</b>		<b>485,497,465</b>	<b>2</b>	<b>990,274</b>

**Mercer Investment Fund 11**

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	480,100,000	1	262,018
1% - 5%	GB£	5,397,465	1	98,112
<b>Total</b>		<b>485,497,465</b>	<b>2</b>	<b>360,130</b>



## 5. Interests in unconsolidated structured entities (continued)

## Mercer Investment Fund 12

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	485,497,465	2	158,362
<b>Total</b>		<b>485,497,465</b>	<b>2</b>	<b>158,362</b>

The table below sets out the interests held by the Sub-Funds in ABS at 30 June 2020:

## Mercer Investment Fund 3 CCF

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	3,217,975,000	4	3,478,222
<b>Total</b>		<b>3,217,975,000</b>	<b>4</b>	<b>3,478,222</b>

## Mercer Investment Fund 10

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	697,057,000	1	1,582,862
<b>Total</b>		<b>697,057,000</b>	<b>1</b>	<b>1,582,862</b>

## Mercer Investment Fund 11

Structured in the underlying Structured Entity	No. of Sub-Fund	Total debt issued by the value through Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	697,057,000	1	546,727
<b>Total</b>		<b>697,057,000</b>	<b>1</b>	<b>546,727</b>

## Mercer Investment Fund 12

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	697,057,000	1	238,091
<b>Total</b>		<b>697,057,000</b>	<b>1</b>	<b>238,091</b>

## 5. Interests in unconsolidated structured entities (continued)

The table below sets out interests greater than 1% held by the Sub-Funds in unconsolidated structured entities at 30 June 2019.

## 30 June 2019

## Investment in open-ended investment funds

## Mercer Return Seeking Fund 1

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
5% - 10%	€	1,597,320,289	1	119,026,061
10% - 20%	€	1,170,408,000	1	120,653,125
20% - 50%	€	263,806,719	1	104,363,007
<b>Total</b>		<b>3,031,535,008</b>	<b>3</b>	<b>344,042,193</b>

## Mercer Investment Fund 3 CCF

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
5% - 10%	GB£	4,313,820,127	2	339,320,668
<b>Total</b>		<b>4,313,820,127</b>	<b>2</b>	<b>339,320,668</b>

## Mercer Investment Fund 5 CCF

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
1% - 5%	€	5,556,391,719	4	124,221,552
5% - 10%	€	1,126,025,236	1	77,072,624
10% - 20%	€	2,410,518,861	1	345,337,707
<b>Total</b>		<b>9,092,935,816</b>	<b>6</b>	<b>546,631,883</b>

## SH Pension Investment Fund

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
1% - 5%	SEK	110,789,195,995	7	2,219,678,141
5% - 10%	SEK	4,087,410,000	1	311,971,247
10% - 20%	SEK	827,938,496	1	101,866,100
>50%	SEK	1,645,468,148	1	1,645,432,043
<b>Total</b>		<b>117,350,012,639</b>	<b>10</b>	<b>4,278,947,531</b>

\*Based on the latest available Net Assets of the Structured Entities where each underlying fund is considered a structured entity.

## 5. Interests in unconsolidated structured entities (continued)

30 June 2019 (continued)

Investment in open-ended investment funds (continued)

## Mercer Investment Fund 10

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
1% - 5%	GB£	4,713,198,700	3	170,221,676
20% - 50%	GB£	596,992,354	3	221,699,952
> 50%	GB£	953,229,352	1	897,267,285
<b>Total</b>		<b>6,263,420,406</b>	<b>7</b>	<b>1,289,188,913</b>

## Mercer Investment Fund 11

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
1% - 5%	GB£	4,713,198,700	3	97,458,446
20% - 50%	GB£	596,992,354	3	179,217,374
> 50%	GB£	630,300,458	1	528,354,601
<b>Total</b>		<b>5,940,491,512</b>	<b>7</b>	<b>805,030,421</b>

## Mercer Investment Fund 12

% of Total Net Assets held in the underlying Structured Entity	Currency of Sub-Fund	Total Net Assets of the underlying Structured Entity*	No. of Investments	Carrying amount included in 'Financial assets at fair value through profit or loss'
1% - 5%	GB£	2,203,633,107	2	41,487,145
10% - 20%	GB£	184,175,100	1	28,828,853
20% - 50%	GB£	412,817,254	2	103,968,395
> 50%	GB£	349,167,101	1	311,879,788
<b>Total</b>		<b>3,149,792,562</b>	<b>6</b>	<b>486,164,181</b>

\*Based on the latest available Net Assets of the Structured Entities where each underlying fund is considered a structured entity.

The table below sets out holdings held by the Sub-Funds in unconsolidated structured entities greater than 50% at 30 June 2019:

Investing Sub-Fund	Name of investee	Place of business	% of ownership
SH Pension Investment Fund	Cliens Strategisk Allokering	Sweden	99.99%
Mercer Investment Fund 10	LDI Solutions Plus ICAV - LDI Active 6 Fund	Ireland	94.13%
Mercer Investment Fund 11	LDI Solutions Plus ICAV - LDI Active 7 Fund	Ireland	83.83%
Mercer Investment Fund 12	LDI Solutions Plus ICAV - LDI Active 8 Fund	Ireland	89.32%

As at 30 June 2019, there were no significant restrictions on the Sub-Fund's ability to dispose of holdings in the above listed unconsolidated interests.

Although the Sub-Funds hold more than 50% of the underlying entity, the Sub-Funds do not have sufficient power to affect the returns of the underlying structured entities.

## 5. Interests in unconsolidated structured entities (continued)

The table below sets out the interests held by the Sub-Funds in MBS at 30 June 2019:

## Mercer Investment Fund 3 CCF

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	18,286,302,549	16	10,307,456
<b>Total</b>		<b>18,286,302,549</b>	<b>16</b>	<b>10,307,456</b>

## Mercer Investment Fund 10

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	1,942,883,549	2	1,082,716
<b>Total</b>		<b>1,942,883,549</b>	<b>2</b>	<b>1,082,716</b>

## Mercer Investment Fund 11

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	1,942,883,549	2	393,706
<b>Total</b>		<b>1,942,883,549</b>	<b>2</b>	<b>393,706</b>

## Mercer Investment Fund 12

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	1,942,883,549	2	173,125
<b>Total</b>		<b>1,942,883,549</b>	<b>2</b>	<b>173,125</b>

## 5. Interests in unconsolidated structured entities (continued)

The table below sets out the interests held by the Sub-Funds in ABS at 30 June 2019:

## Mercer Investment Fund 3 CCF

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	3,217,975,000	4	4,191,894
<b>Total</b>		<b>3,217,975,000</b>	<b>4</b>	<b>4,191,894</b>

## Mercer Investment Fund 10

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	697,057,000	1	1,620,435
<b>Total</b>		<b>697,057,000</b>	<b>1</b>	<b>1,620,435</b>

## Mercer Investment Fund 11

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	697,057,000	1	559,704
<b>Total</b>		<b>697,057,000</b>	<b>1</b>	<b>559,704</b>

## Mercer Investment Fund 12

% of Total Debt issued held in the underlying Structured Entity	Currency of Sub-Fund	Total debt issued by the Structured Entity	No. of securities held	Carrying amount included in 'Financial assets at fair value through profit or loss'
< 1%	GB£	697,057,000	1	243,742
<b>Total</b>		<b>697,057,000</b>	<b>1</b>	<b>243,742</b>

## 6. Taxation

In accordance with Section 739I Taxes Consolidation Act, 1997, the CCF is not subject to Irish taxation on its income or gains and is considered fiscally transparent for Irish tax purposes, provided that all units in the CCF are: 1) beneficially owned by a person other than an individual; or 2) held for the benefit of a person other than an individual.

Capital gains, dividends and interest received by the Sub-Funds may be subject to withholding tax imposed by the country of origin and such taxes may not be recoverable by the Sub-Funds or the Unitholders.

The Sub-Funds currently incur withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the Statement of Comprehensive Income. Withholding taxes are shown as a separate item in the Statement of Comprehensive Income.

The Sub-Funds may be subject to taxes imposed on realised and unrealised gains on securities of foreign countries in which the Sub-Funds invest. The amount of foreign tax owed, if any, is included in the Capital gains taxes in the Statement of Comprehensive Income.

## 7. Financial Instruments and Associated Risks

### Introduction and overview

The investments of a Sub-Fund in securities and derivatives is subject to normal market fluctuations and other risks inherent in investing in securities and derivatives. In pursuing its investment objectives, the Sub-Funds hold a number of investments, including:

- Equities;
- CIS;
- Bonds, MBS, ABS and other debt instruments;
- Cash and liquid resources;
- Swaps, futures, warrants and forwards;
- Repurchase agreements and reverse repurchase agreements.

The Sub-Funds' activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and equity price risk), credit risk and liquidity risk. The Sub-Funds' overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Sub-Funds' financial performance. The Sub-Funds have maintained its aim of spreading investment risk.

The following information is not intended to be a comprehensive summary of all risks and investors should refer to the Prospectus and Supplements for a more detailed discussion of the risks inherent in investing in the CCF.

The Directors of the AIFM, review reports from the Investment Manager in relation to the Sub-Funds' performance and risk profile on a quarterly basis or more frequently as required in relation to the Sub-Funds' performance and risk profile. The Investment Manager is also responsible for ensuring that the Sub-Funds of the Sub-Funds are managed in accordance with the terms of each Sub-Fund's investment objective, policy, guidelines and limits as set out in the Prospectus and relevant Supplement, as well as the Investment Manager's own internal investment guidelines and limits. The AIFM delegates to the Investment Manager, responsibility for the monitoring and risk oversight for the Sub-Funds.

### Risk Management Framework

The Sub-Funds' Depositary is responsible for independent day to day monitoring of compliance of each Sub-Fund's investment guidelines and limits, reporting any breaches to the AIFM or Investment Manager as appropriate. These guidelines and limits are set to ensure that the risk borne by each Sub-Fund is appropriate. In addition, the Investment Manager reviews and monitors risk, exposure and performance reports received from the individual Sub-Investment Managers supplemented with internally generated analysis using data fed directly from the Depositary.

## 7. Financial Instruments and Associated Risks (continued)

### Role of the Investment Manager

The Investment Manager has responsibility for the on-going monitoring of investments within each of the Sub-Funds of the CCF. This includes, but is not limited to, reviewing information on stale and static prices, suspended securities and securities in liquidation and securities valued at cost. If the AIFM has reasonable belief that the valuation of a particular security may not reflect fair market value, the VC will meet to consider the appropriate valuation of the security in question. The VC meets on a regular basis and formally reviews all new fair value assessments and other pricing issues. Ad-hoc fair value approvals may be received via email to the VC members or by means of extraordinary meetings of the VC should the need arise. This VC may then make recommendations to the Directors of the AIFM who in turn can then review fair value pricing.

Further to this, the Investment Manager has responsibility for the selection and monitoring of the Sub-Investment Managers. To that end, the Investment Manager follows a well defined and rigorous due diligence review of each Sub-Investment Manager. As part of this process the Investment Manager will review the proposed use of FDIs and the Sub-Investment Managers' risk management processes. Additionally, Sub-Investment Managers will agree with the Investment Managers that their use of FDIs will comply with the provisions of the Sub-Fund's/CCF's Risk Management Process ("RMP"). Any material deviations to a Sub-Investment Manager's RMP or use of FDI require the prior notification of and approval of the Investment Manager. This is a condition of the investment or currency management agreements with the Sub-Investment Managers. Each Sub-Investment Manager must complete annual compliance questionnaires and are subject to periodic compliance reviews by the Compliance Group of the Investment Manager.

The portfolio managers within the Investment Manager monitor the Sub-Funds on an ongoing basis. Any inappropriate use of FDIs (such as a non-approved FDI) or excessive exposures will typically be picked up as part of their ongoing review. Apart from ongoing review of the portfolios and "sense checks", the Investment Manager will receive a detailed FDI report monthly from each Sub-Investment Manager. The report will list out the FDI positions and give details of the various exposure levels. This is reviewed in detail by the Investment Manager and any issues arising are followed up with the relevant Sub-Investment Manager.

### Role of the Administrator

The Administrator provides the Sub-Funds administration services and valuation of all assets and liabilities including FDIs used by the Sub-Funds at each valuation point. Any issues that are identified by the Administrator are immediately brought to the attention of the Investment Manager for further investigation.

### Role of the Depository - Independent Compliance Monitoring

The CCF's Depository carries out a separate and independent compliance monitoring role to those carried out by the Investment Manager, investment service providers, and Administrator. As part of its fiduciary role to a regulated fund, the Depository reviews all of the investment objectives and limits (including FDI limits) on an ongoing basis. While not appointed by the Investment Manager (the Depository is appointed by the AIFM, on behalf of the CCF), any breaches identified by the Depository are immediately brought to the attention of the Investment Manager for investigation and resolution.

### Role of Sub-Investment Managers

As mentioned above, discretionary investment management has been outsourced to the Sub-Investment Managers. In addition to the oversight and independent monitoring being carried out by the Investment Manager, Administrator and Depository, each Sub-Investment Manager must have adequate controls and procedures in place to manage their respective portfolios within the limits prescribed under the AIFMD Regulations and the Central Bank guidance in respect of FDIs.

Each Sub-Investment Manager must have a robust RMP in place which is AIFMD compliant. As outlined in the various Sub-Investment Managers' RMP documents, each Sub-Investment Manager must manage its portfolio in accordance with the AIFMD Regulations and the Central Bank's guidance on FDIs. Furthermore, the Sub-Investment Managers will only use the FDIs outlined in their respective RMPs. If a Sub-Investment Manager wishes to use an FDI not covered by the existing RMP, this change will necessitate an amendment to their RMP document and, by implication, the Sub-Fund's RMP. This will require the approval of the Central Bank before the FDI can be used.

**7. Financial Instruments and Associated Risks (continued)****Permanent Risk Management Function**

The permanent risk management function is provided by the Investment Manager who is responsible for implementing and procuring the implementation by the delegates of their respective obligations under the risk management policy and procedures. The Investment Manager is responsible for ensuring compliance with the AIFMD risk limit system, including statutory limits concerning global exposure and counterparty risk. The Investment Manager provides the relevant designated person and the Directors of the AIFM with:

- Advice as regards the identification of the risk profile of each managed Sub-Fund;
- Reports on the consistency between the current levels of risk incurred by each managed Sub-Fund and the risk profile agreed for that Sub-Fund;
- Reports on exceptions to the compliance of each managed Sub-Fund with relevant investment guidelines and restrictions which are monitored by the Depositary and reported to the compliance team daily;
- Reports, where applicable, on the adequacy and effectiveness of the RMP, indicating in particular whether appropriate remedial measures have been taken in the event of any deficiencies; and
- Review and support of the arrangements and procedures for the valuation of OTC derivatives.

**Market Price Risk**

Market price risk results mainly from the uncertainty about the future prices of financial instruments held. It represents the potential loss a Sub-Fund may suffer through holding market positions in the face of market movements and changes in exchange rates.

All securities' investments present a risk of loss of capital. The Investment Manager moderates this risk through a careful selection of securities and other financial instruments within the specified limits which have been approved by the Directors of the AIFM.

Market risk is controlled and monitored through the application of pre-agreed portfolio control ranges which cover asset allocation, duration, yield curve and liquidity. The Investment Manager uses historic data to measure market risk, which is controlled relative to the benchmark.

The following tables highlight the market price risk associated with the various financial instruments held by the Sub-Funds other than FDIs. The market price risk of futures, TRS and warrants are shown separately below. Other FDIs are not subject to market price risk.

Securities and CIS	CCY	Impact of 5%		Impact of 5%	
		Fair Value 30 June 2020	price increase 30 June 2020	Fair Value 30 June 2019	price increase 30 June 2019
<i>Equities and Bonds</i>					
Mercer Return Seeking Fund 1	€	1,982,987,252	99,149,363	1,942,625,203	97,131,260
Mercer Fundamental Indexation Global Equity CCF	US\$	1,070,016,723	53,500,836	1,389,107,707	69,455,385
Mercer Passive Global Equity CCF	US\$	2,004,985,749	100,249,287	2,689,898,794	134,494,940
Mercer Investment Fund 2	€	10,363,922,706	518,196,135	8,862,867,775	443,143,389
Mercer Investment Fund 3 CCF	GB£	1,443,303,548	72,165,177	935,012,131	46,750,607
Mercer Investment Fund 10	GB£	1,837,334,132	91,866,707	1,804,682,952	90,234,148
Mercer Investment Fund 11	GB£	926,248,044	46,312,402	979,025,794	48,951,290
Mercer Investment Fund 12	GB£	566,487,455	28,324,373	587,168,932	29,358,447
Mercer Investment Fund 16	US\$	1,492,112,789	74,605,639	822,041,696	41,102,085
<i>CIS</i>					
Mercer Return Seeking Fund 1	€	364,841,341	18,242,067	345,259,919	17,262,996
Mercer Investment Fund 2	€	6,062,395	303,120	11,200,770	560,039
Mercer Investment Fund 3 CCF	GB£	353,990,929	17,699,546	351,915,514	17,595,776
Mercer Investment Fund 5 CCF	€	552,855,639	27,642,782	546,631,883	27,331,594
SH Pension Investment Fund	SEK	3,990,852,055	199,542,603	4,387,071,357	219,353,568
Mercer Investment Fund 10	GB£	1,471,713,177	73,585,659	1,289,188,913	64,459,446
Mercer Investment Fund 11	GB£	986,564,426	49,328,221	805,030,421	40,251,521
Mercer Investment Fund 12	GB£	645,016,270	32,250,814	502,038,732	25,101,937
<i>Securities sold short</i>					
Mercer Investment Fund 3 CCF	GB£	(429,353,173)	(21,467,659)	(76,320,603)	(3,816,030)



## 7. Financial Instruments and Associated Risks (continued)

## Market Price Risk (continued)

FDIs	CCY	Notional 30 June 2020	Impact of 5% price increase 30 June 2020	Notional 30 June 2019	Impact of 5% price increase 30 June 2019
<i>Futures</i>					
Mercer Return Seeking Fund 1	€	23,441,247	1,172,062	11,082,754	554,138
Mercer Fundamental Indexation Global Equity CCF	US\$	16,582,347	829,117	12,875,922	643,796
Mercer Passive Global Equity CCF	US\$	23,018,690	1,150,935	32,493,085	1,624,654
Mercer Investment Fund 2	€	8,067,833	403,392	5,726,728	286,336
Mercer Investment Fund 10	GB£	4,712,092	235,605	1,277,299	63,865
Mercer Investment Fund 11	GB£	3,505,780	175,289	1,109,586	55,479
Mercer Investment Fund 12	GB£	3,128,039	156,402	1,734,033	86,702
Mercer Investment Fund 16	US\$	(5,503,070)	(275,154)	1,516,963	75,848
<i>Warrants</i>					
Mercer Investment Fund 2	€	113,105	5,655	113,105	5,655
<i>TRS</i>					
Mercer Investment Fund 3 CCF	GB£	241,554,962	12,077,748	253,202,210	12,660,111

If the price of the Sub-Fund's underlying investments to which the relevant Sub-Fund had exposure at 30 June 2020 and at 30 June 2019 had increased by 5% with all other variables held constant, the impact is as shown in the tables above. Conversely, if the price of the Sub-Fund's underlying investments to which the relevant Sub-Fund had exposure had decreased by 5%, this would have an equal but opposite effect on the net assets attributable to holders of redeemable participating units/equity holders of the relevant Sub-Fund.

## Liquidity Risk

The Sub-Funds' assets comprise mainly of realisable securities and investments in CIS. The Sub-Fund's main liability and exposure is to daily cash redemptions of redeemable units. Assets from a Sub-Fund may need to be sold if insufficient cash is available to finance such redemptions. It therefore invests the majority of its assets in investments that are traded in an active market and can be readily disposed of.

The Investment Manager carries out a liquidity analysis on a quarterly basis or more frequently depending on the risk profile of the Sub-Fund. The liquidity analysis is then reviewed by the Investment Risk Management Committee and Fund Risk Committee. This liquidity analysis incorporates specific liability stress scenarios, which assess the ability of the asset liquidity profile to meet stressed investor redemptions, taking investor concentration into consideration. In the event that these stress tests indicate that investors' stressed liquidity requirements may exceed the asset liquidity capacity, this will be escalated and brought to the attention of the MGIM Board as a Key Risk Indicator, alongside analysis and comment as well as any remedial action proposed. The liquidity of pooled Sub-Funds has been derived with consideration of redemption notification, dealing and settlement terms, in line with the European Securities and Markets Authority (the "ESMA") and AIFMD guidance. For segregated accounts, a liquidity scoring methodology is used based on trading volume data for equities and bid-ask spreads for fixed income assets. The MGIM Board has also approved a policy with respect to the application of Liquidity Management Procedures in Exceptional circumstances. The policy sets out the Liquidity Management Tools (LMTs) used both in the ordinary course of business and exceptional circumstances. The policy also outlines the course of action the MGIM Board will take in the instance of an exceptional liquidity event.

The Sub-Funds may, from time to time, invest in derivative contracts traded OTC, which are not traded in an organised market and may be less liquid. As a result, the Sub-Funds may not be able to liquidate these as quickly as its cash investments at an amount which represents their fair value. However, this will be managed as per the below and would always be a small proportion of a portfolio.

Investors in the Sub-Funds may redeem daily. The AIFM, on behalf of the CCF, may if it receives a request for the repurchase of units in respect of 10% or more of the outstanding units of any Sub-Fund, elect to restrict the total number of units repurchased to 10% or more of the outstanding units, in which case, redemption requests will be scaled down pro rata and the balance of outstanding redemption requests shall be treated as if they were received on each subsequent dealing day until all the units to which the original request related have been redeemed. Redemption requests can also be met, following approval by the Directors of the AIFM and agreement with the relevant Unitholder, through a transfer of assets of the Sub-Fund in-specie to the relevant Unitholder.

During the current financial year no such redemption restrictions have been applied by the Sub-Funds.

## 7. Financial Instruments and Associated Risks (continued)

## Liquidity Risk (continued)

The CCF considers that, as at 30 June 2020 and 30 June 2019, all of the investments of the following Sub-Funds would have been realisable at the dealing day either through redemption or sale.

All liabilities of the Sub-Funds at 30 June 2020 and 30 June 2019 including the net assets attributable to redeemable participating units/equity holders are due within one month with the exception of the following:

## 30 June 2020

	Sub-Fund Currency	1-3 Months	3 Months - 1 Year	> 1 Year
<b>Derivative Financial Liabilities</b>				
Mercer Return Seeking Fund 1	€	(380,026)	-	-
Mercer Fundamental Indexation Global Equity CCF	US\$	(64,569)	-	-
Mercer Passive Global Equity CCF	US\$	(309,446)	-	-
Mercer Investment Fund 3 CCF	GB£	(6,594,184)	-	-
Mercer Investment Fund 16	US\$	(18,808)	-	-
<b>Repurchase Agreements</b>				
Mercer Investment Fund 3 CCF	GB£	(258,277,460)	(199,659,300)	-
<b>Securities Sold Short</b>				
Mercer Investment Fund 3 CCF	GB£	-	-	(429,353,173)

## 30 June 2019

	Sub-Fund Currency	1-3 Months	3 Months - 1 Year	> 1 Year
<b>Derivative Financial Liabilities</b>				
Mercer Return Seeking Fund 1	€	(105,140)	-	-
Mercer Fundamental Indexation Global Equity CCF Fund	US\$	(174,625)	-	-
Mercer Passive Global Equity CCF	US\$	(327,496)	-	-
Mercer Investment Fund 3 CCF	GB£	-	(73,626,565)	(990,941)
Mercer Investment Fund 10	GB£	(1,244,656)	(652)	-
Mercer Investment Fund 11	GB£	(478,955)	-	-
Mercer Investment Fund 12	GB£	(210,166)	(650)	-
Mercer Investment Fund 16	US\$	(716,961)	(1,346)	-
<b>Repurchase Agreements</b>				
Mercer Investment Fund 3 CCF	GB£	(130,506,600)	(50,520,000)	-
<b>Securities Sold Short</b>				
Mercer Investment Fund 3 CCF	GB£	-	-	(76,320,603)

## 7. Financial Instruments and Associated Risks (continued)

## Liquidity Risk (continued)

The tables below analyse each Sub-Fund's FDIs that will be settled on a gross basis into relevant maturity groupings based on the remaining period at the financial year ended 30 June 2020 and 30 June 2019 to the contractual maturity date.

## 30 June 2020

Open forward foreign currency contracts	Ccy	Inflows		Outflows	
		< 1 Month	1-3 Months	< 1 Month	1-3 Months
Mercer Return Seeking Fund 1	€	742,347,619	15,478,548	(736,710,752)	(15,830,018)
Mercer Fundamental Indexation Global Equity CCF	US\$	1,137,365,987	11,958,059	(1,137,659,155)	(11,905,999)
Mercer Passive Global Equity CCF	US\$	1,796,874,459	66,292,750	(1,788,700,861)	(66,200,082)
Mercer Investment Fund 3 CCF	GB£	75,155,488	-	(75,802,792)	-
Mercer Investment Fund 5 CCF	€	9,973,232	-	(9,866,476)	-
Mercer Investment Fund 10	GB£	772,931,833	-	(780,345,742)	-
Mercer Investment Fund 11	GB£	442,994,599	-	(446,090,503)	-
Mercer Investment Fund 12	GB£	285,928,557	-	(287,771,185)	-
Mercer Investment Fund 16	US\$	1,793,013	24,862,692	(1,790,074)	(24,589,028)

## 30 June 2019

Open forward foreign currency contracts	Ccy	Inflows		Outflows	
		< 1 Month	1-3 Months	< 1 Month	1-3 Months
Mercer Return Seeking Fund 1	€	839,739,570	14,353,347	(828,526,558)	(14,378,006)
Mercer Fundamental Indexation Global Equity CCF Fund	US\$	1,371,693,063	25,910,238	(1,363,651,633)	(25,936,479)
Mercer Passive Global Equity CCF	US\$	2,057,637,864	43,119,225	(2,037,940,037)	(43,118,648)
Mercer Investment Fund 5 CCF	€	10,505,961	-	(10,389,967)	-
Mercer Investment Fund 10	GB£	1,025,762,864	350,229,104	(1,025,449,613)	(351,473,760)
Mercer Investment Fund 11	GB£	617,740,122	179,358,722	(617,830,115)	(179,651,988)
Mercer Investment Fund 12	GB£	393,186,010	110,299,781	(393,323,561)	(110,391,890)
Mercer Investment Fund 16	US\$	-	26,981,523	-	(27,008,524)

## Credit Risk

The Sub-Funds take on exposure to credit risk, which is the risk that the counterparty will be unable to pay amounts in full when due.

The Sub-Funds have counterparty risk in relation to transactions it enters into with brokers, banks and other third parties if the counterparty was to fail to complete any transaction to which the Sub-Funds are a party to.

The AIFM delegates counterparty selection and management to the Sub-Investment Managers. The AIFM delegates all derivative trading to the Sub-Investment Managers, who are responsible for trading within agreed investment guidelines and ensuring pre-trade compliance with applicable regulations. During the negotiation of these investment guidelines, the use of derivatives will be discussed, and if deemed appropriate, then the exact derivatives to be permitted in the Sub-Funds will be outlined. Derivative use outside of these limits is not permitted, which is monitored by daily compliance reports reviewed by the Sub-Funds.

As part of the operational risk assessment ("ORA"), a due diligence is performed on each Sub-Investment Manager prior to their appointment. Counterparty controls are reviewed as part of this ORA. Each Sub-Investment Manager must achieve an acceptable ORA rating before being appointed.

## (i) Credit quality analysis

The Sub-Funds have a credit risk exposure to the Depository and sub-depository in relation to cash.

All cash balances and bank overdrafts are held by State Street Bank London which has a credit rating of AA- at financial year ended 30 June 2020 (30 June 2019: AA-).

Cash balances held in US Dollar bank accounts with State Street Bank London automatically transfer into overnight deposit accounts held by State Street Cayman Trust Company Ltd which has a credit rating of A- at the financial year ended 30 June 2020 (30 June 2019: A-).

**7. Financial Instruments and Associated Risks (continued)****Credit Risk (continued)***(i) Credit quality analysis (continued)*

State Street Bank International GmbH, the Collateral Manager/Secured Party, had a credit rating of AA- at the financial year ended 30 June 2020 (30 June 2019: AA-).

Due from broker represents margin accounts and cash collateral balances held by the Sub-Funds at the financial year end. The following table details the amount held by the brokers at the financial year ended 30 June 2020 and 30 June 2019.

**Margin Cash**

Margin cash balances at 30 June 2020 were as follows:

Counterparty	Sub-Fund	Amount	Credit Rating
Citigroup	Mercer Investment Fund 16	US\$ (45,077)	BBB+
Goldman Sachs	Mercer Return Seeking Fund 1	€ 10,698,370	A+
	Mercer Fundamental Indexation Global Equity CCF	US\$ 3,027,120	A+
	Mercer Passive Global Equity CCF	US\$ 4,301,211	A+
	Mercer Investment Fund 2	€ 935,232	A+
	Mercer Investment Fund 10	GB£ 573,791	A+
	Mercer Investment Fund 11	GB£ 443,804	A+
	Mercer Investment Fund 12	GB£ 399,858	A+
Royal Bank of Scotland	Mercer Investment Fund 16	US\$ 353,075	A
UBS Bank	Mercer Investment Fund 16	US\$ 3,561,552	A+

Margin cash balances at 30 June 2019 were as follows:

Counterparty	Sub-Fund	Amount	Credit Rating
Goldman Sachs	Mercer Fundamental Indexation Global Equity CCF	US\$ 1,573,466	A+
Goldman Sachs	Mercer Investment Fund 10	GB£ 76,788	A+
Goldman Sachs	Mercer Investment Fund 11	GB£ 55,632	A+
Goldman Sachs	Mercer Investment Fund 12	GB£ 80,355	A+
Citibank	Mercer Investment Fund 16	US\$ 525,798	A+
Royal Bank of Scotland	Mercer Investment Fund 16	US\$ 115,077	A-
UBS	Mercer Investment Fund 16	US\$ 1,790,026	A+
Goldman Sachs	Mercer Investment Fund 2	€ 199,950	A+
Goldman Sachs	Mercer Passive Global Equity CCF	US\$ 2,434,229	A+
Goldman Sachs	Mercer Return Seeking Fund 1	€ 3,081,025	A+

**Cash Collateral**

In addition to the above, the following amounts were pledged or held as cash collateral with the following counterparties at 30 June 2020:

Counterparty		Sub-Fund	Amount	Credit Rating
Bank of America Merrill Lynch	Collateral held	Mercer Investment Fund 16	US\$ (50,000)	A+
Barclays Bank	Collateral pledged	Mercer Investment Fund 10	GB£ 3,340,000	A
	Collateral pledged	Mercer Investment Fund 11	GB£ 870,000	A
	Collateral pledged	Mercer Investment Fund 12	GB£ 570,000	A
	Collateral held	Mercer Investment Fund 16	US\$ (130,000)	A
Citigroup	Collateral pledged	Mercer Investment Fund 16	US\$ 340,000	BBB+
HSBC Bank	Collateral pledged	Mercer Investment Fund 10	GB£ 56,653	A+
	Collateral pledged	Mercer Investment Fund 11	GB£ 24,280	A+
	Collateral pledged	Mercer Investment Fund 12	GB£ 137,585	A+
	Collateral held	Mercer Investment Fund 16	US\$ (20,000)	A-
Morgan Stanley	Collateral pledged	Mercer Investment Fund 10	GB£ 50,000	A+
	Collateral pledged	Mercer Investment Fund 11	GB£ 30,000	A+
	Collateral pledged	Mercer Investment Fund 12	GB£ 20,000	A+
	Collateral held	Mercer Investment Fund 16	US\$ (70,000)	A+
Royal Bank of Scotland	Collateral held	Mercer Investment Fund 16	US\$ (20,000)	A

**7. Financial Instruments and Associated Risks (continued)****Credit Risk (continued)**(i) *Credit quality analysis (continued)***Cash Collateral (continued)**

Counterparty		Sub-Fund	Amount	Credit Rating
Toronto Dominion Bank	Collateral pledged	Mercer Investment Fund 10	GB£ 10,233	AA-
	Collateral pledged	Mercer Investment Fund 11	GB£ 10,521	AA-
UBS Bank	Collateral pledged	Mercer Investment Fund 11	GB£ 736,484	A+
	Collateral pledged	Mercer Investment Fund 12	GB£ 477,501	A+

In addition to the above, the following amounts were pledged or held as cash collateral with the following counterparties at 30 June 2019:

Counterparty		Sub-Fund	Amount	Credit Rating
JP Morgan	Collateral pledged	Mercer Investment Fund 10	GB£ 1	A-
Morgan Stanley	Collateral pledged	Mercer Investment Fund 10	GB£ 130,000	A+
Deutsche Bank	Collateral pledged	Mercer Investment Fund 11	GB£ 600,000	BBB+
Goldman Sachs	Collateral held	Mercer Investment Fund 11	(GB£ 7,857)	A+
Morgan Stanley	Collateral pledged	Mercer Investment Fund 11	GB£ 30,000	A+
Citibank	Collateral pledged	Mercer Investment Fund 12	GB£ 59,000	A+
Deutsche Bank	Collateral pledged	Mercer Investment Fund 12	GB£ 380,000	BBB+
Goldman Sachs	Collateral held	Mercer Investment Fund 12	(GB£ 7,857)	A+
Morgan Stanley	Collateral pledged	Mercer Investment Fund 12	GB£ 30,000	A+
Citibank	Collateral pledged	Mercer Investment Fund 16	US\$ 300,000	A+
JP Morgan	Collateral held	Mercer Investment Fund 16	(US\$ 50,000)	A-
Royal Bank of Scotland	Collateral pledged	Mercer Investment Fund 16	US\$ 120,000	A-

**Reverse repurchase agreements**

The Sub-Funds are exposed to credit risk on reverse repurchase agreements. Reverse repurchase agreements are collateralised by an individual security. Securities purchased under agreements to resell are valued at fair value and adjusted for any movements in foreign exchange rates. Interest rates vary for each reverse repurchase agreement and are set at the initiation of the agreement. The Sub-Funds will generally obtain additional collateral if the market value of the underlying securities is less than the face value of the reverse repurchase agreements plus any accrued interest. In the event of default on the obligation to repurchase, the Sub-Funds have the right to liquidate the collateral and apply the proceeds in satisfaction of the obligation. In the event of default or bankruptcy by the counterparty to the agreement, realisation and/or retention of the collateral or proceeds may be subject to legal proceedings. Collateral received in respect of reversed repurchase agreements is comprised of government issued fixed income securities. Mercer Investment Fund 3 CCF held reverse repurchase agreements at financial year ended 30 June 2020 and 30 June 2019, the amounts receivable under these agreements and the market value of net collateral received in respect of reverse repurchase agreements held at financial year ended 30 June 2020 and 30 June 2019 are as follows:

Counterparty	Receivable amount	Collateral amount	Credit rating	Receivable amount	Collateral amount	Credit rating
	30 June 2020	30 June 2020		30 June 2019	30 June 2019	
HSBC Bank	GB£ 38,859,093	GB£ 38,982,854	A+	-	-	-
Lloyds Bank	GB£ 162,217,050	GB£ 161,412,138	A+	GB£ 75,228,150	GB£ 76,320,603	A+
ScotiaBank	GB£ 70,616,100	GB£ 70,529,484	A+	-	-	-

**Repurchase agreements**

For repurchase agreements, the Sub-Fund can use the cash proceeds received to make additional investments, which can cause the Sub-Fund's portfolio to behave as if it was leveraged. If the buyer in a repurchase agreement files for bankruptcy or becomes insolvent, the Sub-Fund may be unable to recover the securities it sold or pledged as collateral and as a result would realise a loss equal to the difference between the value of those securities and the cost. In the event of a buyer's bankruptcy or insolvency, the Sub-Fund's use of proceeds from the sale of its securities may be restricted while the other party or its trustee or receiver determines whether to honour the Sub-Fund's right to repurchase the securities. Mercer Investment Fund 3 CCF held repurchase agreements at financial year ended 30 June 2020 and 30 June 2019, the amounts payable under these agreements and the market value of net collateral pledged in respect of repurchase agreements held at financial year end are as follows:

## 7. Financial Instruments and Associated Risks (continued)

## Credit Risk (continued)

(i) Credit quality analysis (continued)

## Repurchase agreements (continued)

Counterparty	Payable amount	Collateral amount	Credit rating	Payable amount	Collateral amount	Credit rating
	30 June 2020	30 June 2020		30 June 2019	30 June 2019	
Barclays Bank	GB£ 34,648,400	GB£ 34,911,435	A	-	-	-
Canadian Imperial Bank of Commerce	GB£ 43,130,100	GB£ 42,056,266	A+	-	-	-
HSBC Bank	GB£ 63,389,150	GB£ 62,711,739	A+	-	-	-
Lloyds Bank	GB£ 208,866,900	GB£ 207,668,905	A+	GB£ 123,950,500	GB£ 131,100,417	A+
Mizuho International	GB£ 22,015,000	GB£ 21,687,765	A	GB£ 50,520,000	GB£ 54,141,000	AA-
National Australia Bank	GB£ 49,188,060	GB£ 49,101,141	AA-	-	-	-
Northern Trust	-	GB£ (99,799)	A+	-	-	-
ScotiaBank	GB£ 50,560,000	GB£ 50,160,305	A+	-	-	-
Societe Generale	GB£ 49,512,500	GB£ 49,230,538	A	GB£ 55,209,000	GB£ 57,351,000	AA-
Toronto Dominion Bank	GB£ 86,414,000	GB£ 86,766,509	AA-	-	-	-

Equities and open-ended investment funds are not exposed to credit risk, except for exposure to the Depository and the Sub-Depository.

The Sub-Funds are also exposed to counterparty risk on its derivative positions, being the risk that a counterparty will default or be unable to pay in full its financial obligations. Controlling credit risk is paramount in the Investment Manager's choice of counterparties. Credit risk arising from receivables from investee funds relating to redemptions or transactions awaiting settlement. Risk relating to unsettled receivables is considered small due to short settlement period involved and the due diligence permitted on the investee funds. The maximum exposure related to unsettled trades equals the amount shown in the Statement of Financial Position. There are no past due or impaired assets as at 30 June 2020 or at 30 June 2019.

The Sub-Funds are exposed to credit risk on IRS. The counterparties to the IRS are shown below:

Counterparty - IRS	Amount GB£	Credit Rating	Amount GB£	Credit Rating
	30 June 2020	30 June 2020	30 June 2019	30 June 2019
Bank of America	-	-	14,028	A+
Barclays Bank	939,400	A	-	-
Citigroup	(1,091,982)	A+	(427,713)	A+
Goldman Sachs	-	-	(1,632,072)	A+
HSBC Bank	(1,252,459)	A+	-	-
Morgan Stanley	391,092	A+	-	-
Royal Bank of Canada	(143,756)	AA-	-	-
Royal Bank of Scotland	274,011	A	(423,836)	A

The Sub-Funds are exposed to credit risk on TRS. The counterparties to the TRS are shown below:

Counterparty - TRS	Amount GB£	Credit Rating	Amount GB£	Credit Rating
	30 June 2020	30 June 2020	30 June 2019	30 June 2019
Citigroup	5,365,877	BBB+	-	-
Goldman Sachs	-	-	(25,845,200)	A+
HSBC Bank	597,286	-	-	-
JP Morgan Chase Bank	1,581,186	A-	-	-
Morgan Stanley	-	-	2,084,665	A+

**7. Financial Instruments and Associated Risks (continued)**

**Credit Risk (continued)**

(i) *Credit quality analysis (continued)*

The following are the credit ratings of the counterparties to the repurchase agreements, reverse repurchase agreements and derivative contracts held by the Sub-Funds:

	30 June 2020	30 June 2019
Bank of America Merrill Lynch	A+	A+
Bank of New York	-	A
Barclays Bank	A	A
BNP Paribas	A+	A+
Canadian Imperial Bank of Commerce	A+	-
Citigroup	BBB+	BBB+
Goldman Sachs	A+	A+
HSBC Bank	A+	AA-
JP Morgan Chase Bank	A-	A-
Lloyds Bank	A+	-
Mizuho International	A	-
Morgan Stanley	A+	A+
National Australia Bank	AA-	-
Royal Bank of Scotland	A	A
ScotiaBank	A+	-
Societe Generale	A	A
State Street Bank and Trust	AA-	AA-
State Street Bank London	AA-	AA-
Toronto Dominion Bank	AA-	-
UBS Bank	A+	A+

**Securities Lending**

The Sub-Funds may have a credit risk exposure to the counterparties to any securities lending contract. Sub-Fund investments can be lent to counterparties over a period of time.

The table below details the value of securities on loan by Sub-Fund and by counterparty at 30 June 2020.

Standard & Poor's Credit Rating	Bank of America Merrill Lynch	Barclays Bank	BMO Capital Markets	BNP Paribas	Citigroup
	A+	A	A-	A+	A+
Mercer Fundamental Indexation					
Global Equity CCF	US\$ 1,169,616	-	US\$ 895,635	-	-
Mercer Passive Global Equity CCF	US\$ 3,936,173	US\$ 16,213	US\$ 2,619,488	-	US\$ 2,625,085
Mercer Investment Fund 2	€ 12,133,434	€ 157,555	€ 1,068,323	-	€ 2,563,801
Mercer Investment Fund 10	GB£ 1,205,275	GB£ 5,771,337	GB£ 961,777	GB£ 1,947,794	GB£ 1,177,984
Mercer Investment Fund 11	GB£ 1,025,120	GB£ 2,366,965	GB£ 734,177	GB£ 20,090	GB£ 891,170
Mercer Investment Fund 12	GB£ 712,360	GB£ 1,137,354	GB£ 521,913	GB£ 13,755	GB£ 645,614
Mercer Investment Fund 16	US\$ 2,621,227	US\$ 157,100	US\$ 2,133,449	US\$ 2,109,653	US\$ 2,207,523
Standard & Poor's Credit Rating	Credit Suisse	Goldman Sachs	HSBC Bank	Macquarie Bank	Morgan Stanley
	A+	A+	A+	A+	A+
Mercer Fundamental Indexation					
Global Equity CCF	US\$ 23,144,584	-	US\$ 465,542	-	US\$ 3,502,805
Mercer Passive Global Equity CCF	US\$ 6,878,081	US\$ 2,639,847	US\$ 901,643	US\$ 952,268	US\$ 8,315,857
Mercer Investment Fund 2	€ 12,612,183	€ 922,076	€ 1,161,399	€ 436,186	€ 13,800,939
Mercer Investment Fund 10	GB£ 6,283,105	GB£ 556,730	GB£ 72,442	-	GB£ 2,221,105
Mercer Investment Fund 11	GB£ 2,959,114	GB£ 308,165	GB£ 39,185	-	GB£ 1,737,593
Mercer Investment Fund 12	GB£ 2,086,459	GB£ 212,577	GB£ 166,178	-	GB£ 1,254,262
Mercer Investment Fund 16	US\$ 4,133,384	US\$ 982,152	US\$ 21,028	US\$ 191,675	US\$ 4,548,508



## 7. Financial Instruments and Associated Risks (continued)

## Credit Risk (continued)

(i) Credit quality analysis (continued)

## Securities Lending (continued)

	MUFG Securities A	UBS Bank A+	Total
<b>Standard &amp; Poor's Credit Rating</b>			
Mercer Fundamental Indexation			
Global Equity CCF	-	US\$ 92,351	US\$ 29,270,533
Mercer Passive Global Equity CCF	US\$ 2,475,351	US\$ 10,925,824	US\$ 42,285,830
Mercer Investment Fund 2	-	€ 13,412,986	€ 58,268,882
Mercer Investment Fund 10	-	GB£ 2,943,139	GB£ 23,140,688
Mercer Investment Fund 11	-	GB£ 2,318,958	GB£ 12,400,537
Mercer Investment Fund 12	-	GB£ 1,525,962	GB£ 8,276,434
Mercer Investment Fund 16	-	US\$ 3,475,757	US\$ 22,581,456

The table below details the value of collateral received for securities on loan by Sub-Fund and by counterparty at 30 June 2020.

	Bank of America Merrill Lynch A+	Barclays Bank A	BMO Capital Markets A	BNP Paribas A-	Citigroup A+
<b>Standard &amp; Poor's Credit Rating</b>					
Mercer Fundamental Indexation					
Global Equity CCF	US\$ 1,255,132	-	US\$ 956,957	-	-
Mercer Passive Global Equity CCF	US\$ 4,166,597	US\$ 17,057	US\$ 2,798,839	-	US\$ 2,769,641
Mercer Investment Fund 2	€ 12,817,878	€ 165,669	€ 1,141,469	-	€ 2,695,875
Mercer Investment Fund 10	GB£ 1,273,702	GB£ 6,041,329	GB£ 1,027,628	GB£ 2,058,608	GB£ 1,240,728
Mercer Investment Fund 11	GB£ 1,084,409	GB£ 2,477,695	GB£ 784,445	GB£ 21,279	GB£ 940,379
Mercer Investment Fund 12	GB£ 753,581	GB£ 1,190,561	GB£ 557,648	GB£ 14,569	GB£ 681,075
Mercer Investment Fund 16	US\$ 2,764,794	US\$ 165,459	US\$ 2,279,523	US\$ 2,229,612	US\$ 2,322,385

  

	Credit Suisse A+	Goldman Sachs A+	HSBC Bank A	Macquarie Bank A+	Morgan Stanley A+
<b>Standard &amp; Poor's Credit Rating</b>					
Mercer Fundamental Indexation					
Global Equity CCF	US\$ 24,483,349	-	US\$ 489,610	-	US\$ 3,685,069
Mercer Passive Global Equity CCF	US\$ 7,282,918	US\$ 2,778,492	US\$ 948,257	US\$ 1,002,935	US\$ 8,737,077
Mercer Investment Fund 2	€ 13,360,613	€ 964,030	€ 1,221,372	€ 459,394	€ 14,493,873
Mercer Investment Fund 10	GB£ 6,698,916	GB£ 586,057	GB£ 76,187	-	GB£ 2,333,556
Mercer Investment Fund 11	GB£ 3,149,866	GB£ 324,397	GB£ 41,211	-	GB£ 1,825,609
Mercer Investment Fund 12	GB£ 2,216,138	GB£ 223,774	GB£ 174,769	-	GB£ 1,317,779
Mercer Investment Fund 16	US\$ 4,396,777	US\$ 1,033,888	US\$ 22,105	US\$ 245,538	US\$ 4,777,148

  

	MUFG Securities A	UBS Bank A+	Total
<b>Standard &amp; Poor's Credit Rating</b>			
Mercer Fundamental Indexation			
Global Equity CCF	-	US\$ 97,193	US\$ 30,967,310
Mercer Passive Global Equity CCF	US\$ 2,599,975	US\$ 11,657,612	US\$ 44,759,400
Mercer Investment Fund 2	-	€ 14,358,567	€ 61,678,740
Mercer Investment Fund 10	-	GB£ 3,154,417	GB£ 24,491,128
Mercer Investment Fund 11	-	GB£ 2,494,330	GB£ 13,143,620
Mercer Investment Fund 12	-	GB£ 1,651,103	GB£ 8,780,997
Mercer Investment Fund 16	-	US\$ 3,716,578	US\$ 23,953,807



**7. Financial Instruments and Associated Risks (continued)**

**Credit Risk (continued)**

(i) *Credit quality analysis (continued)*

**Securities Lending (continued)**

The table below details the value of securities on loan by Sub-Fund and by counterparty at 30 June 2019.

	<b>Goldman Sachs</b>	<b>Merrill Lynch</b>	<b>Citigroup Inc.</b>	<b>Credit Suisse</b>	<b>Barclays Bank</b>	
<b>Standard &amp; Poor's Credit Rating</b>	A+	A+	A+	A+	A	
Mercer Investment Fund 16	\$ 2,069,950	\$ 1,411,906	\$ 1,042,809	\$ 861,437	\$ 639,783	
	<b>Citigroup Ltd.</b>	<b>Morgan Stanley</b>	<b>UBS Securities</b>	<b>Macquarie Bank</b>	<b>Credit Suisse</b>	<b>Total</b>
<b>Standard &amp; Poor's Credit Rating</b>	A+	A+	A+	A	A+	
Mercer Investment Fund 16	\$ 385,986	\$ 361,513	\$ 148,393	\$ 118,744	\$ 88,583	\$ 7,129,104

The table below details the value of collateral received for securities on loan by Sub-Fund and by counterparty at 30 June 2019.

	<b>Goldman Sachs</b>	<b>Merrill Lynch</b>	<b>Citigroup Inc.</b>	<b>Credit Suisse</b>	<b>Barclays Bank</b>	
<b>Standard &amp; Poor's Credit Rating</b>	A+	A+	A+	A+	A	
Mercer Investment Fund 16	\$ 2,260,172	\$ 1,493,018	\$ 1,112,310	\$ 886,918	\$ 674,152	
	<b>Citigroup Ltd.</b>	<b>Morgan Stanley</b>	<b>UBS Securities</b>	<b>Macquarie Bank</b>	<b>Credit Suisse</b>	<b>Total</b>
<b>Standard &amp; Poor's Credit Rating</b>	A+	A+	A+	A	A+	
Mercer Investment Fund 16	\$ 406,632	\$ 374,518	\$ 156,371	\$ 126,688	\$ 93,148	\$ 7,583,927

The securities lending agent for the CCF is State Street Bank and Trust Company, London Branch, (the "Securities Lending Agent") with the credit rating of AA- at the financial year ended 30 June 2020 and 30 June 2019.

(ii) *Concentration of credit risk*

As at 30 June 2020, the Sub-Funds were invested in debt securities with the following credit quality:

The following tables outline the credit exposures of the Sub-Funds at 30 June 2020 and 30 June 2019.

<b>30 June 2020</b>			<b>30 June 2019</b>		
<b>Mercer Investment Fund 3 CCF</b>	<b>% Holding</b>	<b>GB£</b>	<b>Mercer Investment Fund 3 CCF</b>	<b>% Holding</b>	<b>GB£</b>
AAA	3.14%	31,880,243	AAA	3.08%	31,166,228
AA+	0.39%	3,931,622	AA+	0.33%	3,318,800
AA	82.27%	834,124,697	AA	82.98%	839,339,109
AA-	0.61%	6,210,561	AA-	0.60%	6,050,261
A+	0.78%	7,867,310	A+	1.28%	12,910,272
A	2.07%	21,030,959	A	2.05%	20,686,004
A-	3.35%	33,923,794	A-	3.32%	33,547,142
BBB+	3.45%	35,020,766	BBB+	2.79%	28,202,932
BBB	2.21%	22,443,209	BBB	1.99%	20,112,973
BBB-	0.52%	5,284,794	BBB-	0.32%	3,231,895
BB+	0.11%	1,104,069	BB+	0.04%	382,125
Not Rated	1.10%	11,128,351	Not Rated	1.22%	12,384,993
	<u>100.00%</u>	<u>1,013,950,375</u>		<u>100.00%</u>	<u>1,011,332,734</u>

## 7. Financial Instruments and Associated Risks (continued)

## Credit Risk (continued)

(ii) Concentration of credit risk (continued)

30 June 2020			30 June 2019		
Mercer Investment Fund 10	% Holding	GB£	Mercer Investment Fund 10	% Holding	GB£
AAA	3.85%	50,019,069	AAA	3.79%	47,253,783
AA+	0.84%	10,861,657	AA+	0.96%	11,961,055
AA	4.93%	64,042,390	AA	4.87%	60,748,177
AA-	5.14%	66,805,937	AA-	4.55%	56,777,013
A+	5.43%	70,578,046	A+	6.74%	84,153,375
A	13.23%	171,806,695	A	14.85%	185,338,084
A-	18.85%	244,882,535	A-	19.63%	244,889,428
BBB+	23.18%	301,144,202	BBB+	22.46%	280,332,366
BBB	18.93%	245,879,115	BBB	19.03%	237,393,683
BBB-	3.85%	50,031,958	BBB-	2.17%	27,091,667
BB+	0.61%	7,877,129	BB+	0.47%	5,885,145
BB	0.46%	5,997,491	BB	0.07%	864,724
BB-	0.32%	4,212,827	Not Rated	0.41%	5,105,393
Not Rated	0.38%	4,928,192			
	100.00%	1,299,067,243		100.00%	1,247,793,893

30 June 2020			30 June 2019		
Mercer Investment Fund 11	% Holding	GB£	Mercer Investment Fund 11	% Holding	GB£
AAA	3.34%	17,940,047	AAA	3.18%	16,422,789
AA+	0.85%	4,540,117	AA+	0.81%	4,176,133
AA	4.35%	23,335,140	AA	4.45%	22,992,297
AA-	4.71%	25,254,085	AA-	3.97%	20,474,789
A+	5.25%	28,154,383	A+	6.64%	34,308,911
A	14.46%	77,575,800	A	15.90%	82,100,165
A-	18.50%	99,251,722	A-	19.78%	102,133,381
BBB+	23.54%	126,288,267	BBB+	22.59%	116,585,074
BBB	19.34%	103,712,905	BBB	19.50%	100,712,445
BBB-	3.97%	21,296,602	BBB-	2.32%	11,977,140
BB+	0.65%	3,493,801	BB+	0.44%	2,288,213
BB	0.45%	2,408,339	BB	0.08%	434,019
BB-	0.27%	1,427,651	Not Rated	0.34%	1,751,005
Not Rated	0.32%	1,689,952			
	100.00%	536,368,811		100.00%	516,356,361



## 7. Financial Instruments and Associated Risks (continued)

### Credit Risk (continued)

(iii) Amounts arising from ECL

Impairment on cash and cash equivalents, balances due from brokers and receivables from reverse sale and repurchase agreements has been measured on a 12-month expected loss basis and reflects the short maturities of the exposures. The AIFM, on behalf of the CCF, considers that these exposures have low credit risk based on the external credit ratings of the counterparties.

The Investment Manager monitors changes in credit risk on these exposures by tracking published external credit ratings of the counterparties.

Loss given default parameters generally reflect an assumed recovery rate of 40%. However, if the asset were credit-impaired, then the estimate of loss would be based on a specific assessment of expected cash shortfalls and on the original effective interest rate.

No amounts have been recognised in terms of expected credit losses for the financial year ended 30 June 2020 and 30 June 2019.

### Offsetting financial assets and financial liabilities

#### Offsetting and amounts subject to master netting arrangement and similar agreements

Each Sub-Fund is a party to various master netting agreements. While the terms and conditions of these agreements may vary, all transactions under any such agreement constitute a single contractual relationship. Each party's obligation to make any payments, deliveries or other transfers in respect of any transaction under such an agreement may be netted against the other party's obligations under such agreement. A default by a party in performance with respect to one transaction under such an agreement would give the other party the right to terminate all transactions under such agreement and calculate one net amount owed from one party to the other.

Upon entering into a centrally cleared derivative contract the Sub-Fund may pledge cash and/or securities to a trading account as collateral to a central clearing house, through a broker, in accordance with the initial margin requirements of the central clearing house. Exchange-traded and centrally cleared derivatives contracts are valued at least daily, and as such, the net gain or loss of the derivative contracts causes the value of the respective trading account to move either above or below the initial margin requirement. On a daily basis the Sub-Funds will pay or receive cash in an amount that will bring the total value of each trading account back in line with the respective initial margin requirement. Such receipts or payments of cash are known as variation margin. The movement of variation margin between the Sub-Funds and the respective brokers usually occurs the morning after the close of a trading session, and therefore at the end of each day, the total value of a trading account may be greater or less than the initial margin requirement by an amount equal to the current day's net change in unrealised gain or loss of the derivative contracts. At the financial year end, the amount that is due to be paid to, or received from the relevant brokers, on the morning after the close of a trading session is reflected as a variation margin receivable or variation margin payable, as applicable, in the Statement of Financial Position.

IRS settle on a net basis and the net inflows/(outflows) are represented by the unrealised gain/(loss).

For certain Sub-Funds the legal right to offset may be at the Sub-Fund level as opposed to the Sub-Investment Manager level. The tables are prepared on a Sub-Investment Manager level to be prudent for financial reporting purposes. The Sub-Fund level in the tables represents offsetting in relation to forward foreign currency contracts with the counterparty of State Street Bank and Trust.

## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

The following tables present information about the offsetting of financial assets and liabilities and collateral amounts as at 30 June 2020:

## Mercer Return Seeking Fund 1

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets €	Financial Instruments available to offset €	Net Amount €	Cash collateral received €	Non cash collateral received €	Margin Cash €	Net €
Sub-Fund level	State Street Bank and Trust	6,504,305	(865,548)	5,638,757	-	(5,638,757)	-	-
Irish Life Investment Managers Limited	State Street Bank London	31,223	(31,223)	-	-	-	-	-
<b>Total</b>		<b>6,535,528</b>	<b>(896,771)</b>	<b>5,638,757</b>	<b>-</b>	<b>(5,638,757)</b>	<b>-</b>	<b>-</b>

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities €	Financial Instruments available to offset €	Net Amount €	Cash collateral pledged €	Non cash collateral pledged €	Margin Cash €	Net €
Sub-Fund level	State Street Bank and Trust	(865,548)	865,548	-	-	-	-	-
Irish Life Investment Managers Limited	State Street Bank London	(384,583)	31,223	(353,360)	-	353,360	-	-
<b>Total</b>		<b>(1,250,131)</b>	<b>896,771</b>	<b>(353,360)</b>	<b>-</b>	<b>353,360</b>	<b>-</b>	<b>-</b>

## Mercer Fundamental Indexation Global Equity CCF

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral received US\$	Non cash collateral received US\$	Margin Cash US\$	Net US\$
Sub-Fund level	State Street Bank and Trust	4,614,770	(4,614,770)	-	-	-	-	-
Irish Life Investment Managers Limited	State Street Bank London	118,600	(64,675)	53,925	-	-	-	53,925
<b>Total</b>		<b>4,733,370</b>	<b>(4,679,445)</b>	<b>53,925</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>53,925</b>

## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

## Mercer Fundamental Indexation Global Equity CCF (continued)

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral pledged US\$	Non cash collateral pledged US\$	Margin Cash US\$	Net US\$
Sub-Fund level	State Street Bank and Trust	(4,909,803)	4,614,770	(295,033)	-	-	-	(295,033)
Irish Life Investment Managers Limited	State Street Bank London	(64,675)	64,675	-	-	-	-	-
<b>Total</b>		<b>(4,974,478)</b>	<b>4,679,445</b>	<b>(295,033)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(295,033)</b>

## Mercer Passive Global Equity CCF

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral received US\$	Non cash collateral received US\$	Margin Cash US\$	Net US\$
Sub-Fund level	State Street Bank and Trust	11,083,321	(2,905,893)	8,177,428	-	(7,698,692)	-	478,736
Irish Life Investment Managers Limited	State Street Bank London	401,123	(312,285)	88,838	-	(88,838)	-	-
<b>Total</b>		<b>11,484,444</b>	<b>(3,218,178)</b>	<b>8,266,266</b>	<b>-</b>	<b>(7,787,530)</b>	<b>-</b>	<b>478,736</b>

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral pledged US\$	Non cash collateral pledged US\$	Margin Cash US\$	Net US\$
Sub-Fund level	State Street Bank and Trust	(2,905,893)	2,905,893	-	-	-	-	-
Irish Life Investment Managers Limited	State Street Bank London	(312,285)	312,285	-	-	-	-	-
<b>Total</b>		<b>(3,218,178)</b>	<b>3,218,178</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

## Mercer Investment Fund 3 CCF

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets GB£	Financial Instruments available to offset GB£	Net Amount GB£	Cash collateral received GB£	Non cash collateral received GB£	Margin Cash GB£	Net GB£
Insight Investment Management (Global) Limited	Barclays Bank	2,438,546	(2,438,546)	-	-	-	-	-
	Citigroup	5,365,877	(1,686,058)	3,679,819	-	-	-	3,679,819
	HSBC Bank	41,669,584	(41,669,584)	-	-	-	-	-
	JP Morgan Chase Bank	1,581,186	-	1,581,186	-	-	-	1,581,186
	Lloyds Bank	162,218,981	(162,218,981)	-	-	-	-	-
	Morgan Stanley	607,587	(271,654)	335,933	-	-	-	335,933
	Royal Bank of Scotland	451,152	(177,141)	274,011	-	-	-	274,011
	ScotiaBank	70,616,100	(50,560,000)	20,056,100	-	(20,056,100)	-	-
<b>Total</b>		<b>284,949,013</b>	<b>(259,021,964)</b>	<b>25,927,049</b>	<b>-</b>	<b>(20,056,100)</b>	<b>-</b>	<b>5,870,949</b>

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities GB£	Financial Instruments available to offset GB£	Net Amount GB£	Cash collateral pledged GB£	Non cash collateral pledged GB£	Margin Cash GB£	Net GB£
Insight Investment Management (Global) Limited	Barclays Bank	(36,147,546)	2,438,546	(33,709,000)	-	33,709,000	-	-
	Canadian Imperial Bank of Commerce	(43,130,100)	-	(43,130,100)	-	43,130,100	-	-
	Citigroup	(1,686,058)	1,686,058	-	-	-	-	-
	HSBC Bank	(66,854,814)	41,669,584	(25,185,230)	-	25,185,230	-	-
	Lloyds Bank	(208,866,900)	162,218,981	(46,647,919)	-	46,647,919	-	-
	Mizuho International	(22,015,000)	-	(22,015,000)	-	21,989,800	-	(25,200)
	Morgan Stanley	(271,654)	271,654	-	-	-	-	-
	National Australia Bank	(49,188,060)	-	(49,188,060)	-	49,188,060	-	-
	Royal Bank of Canada	(143,756)	-	(143,756)	-	-	-	(143,756)
	Royal Bank of Scotland	(177,141)	177,141	-	-	-	-	-
	ScotiaBank	(50,560,000)	50,560,000	-	-	-	-	-
	Societe Generale	(49,512,500)	-	(49,512,500)	-	49,512,500	-	-
	Toronto Dominion Bank	(86,414,000)	-	(86,414,000)	-	86,414,000	-	-
<b>Total</b>		<b>(614,967,529)</b>	<b>259,021,964</b>	<b>(355,945,565)</b>	<b>-</b>	<b>355,776,609</b>	<b>-</b>	<b>(168,956)</b>

## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

## Mercer Investment Fund 5 CCF

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets €	Financial Instruments available to offset €	Net Amount €	Cash collateral received €	Non cash collateral received €	Margin Cash €	Net €
Sub-Fund level	State Street Bank and Trust	106,756	-	106,756	-	-	-	106,756
<b>Total</b>		<b>106,756</b>	<b>-</b>	<b>106,756</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>106,756</b>

## Mercer Investment Fund 10

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets GB£	Financial Instruments available to offset GB£	Net Amount GB£	Cash collateral received GB£	Non cash collateral received GB£	Margin Cash GB£	Net GB£
Sub-Fund level	State Street Bank and Trust	23,981	(23,981)	-	-	-	-	-
PGIM Limited	Barclays Bank	143,742	(143,742)	-	-	-	-	-
	JP Morgan Chase Bank	3,326	-	3,326	-	-	-	3,326
	Toronto Dominion Bank	14,567	(14,567)	-	-	-	-	-
<b>Total</b>		<b>185,616</b>	<b>(182,290)</b>	<b>3,326</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,326</b>

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities GB£	Financial Instruments available to offset GB£	Net Amount GB£	Cash collateral pledged GB£	Non cash collateral pledged GB£	Margin Cash GB£	Net GB£
Sub-Fund level	State Street Bank and Trust	(1,068,161)	23,981	(1,044,180)	-	1,044,180	-	-
Henderson Global Investors Limited	BNP Paribas	(1,844,391)	-	(1,844,391)	-	-	-	(1,844,391)
M&G Investment Management Limited	Citigroup	(1,311,822)	-	(1,311,822)	-	-	-	(1,311,822)
	State Street Bank London	(52,946)	-	(52,946)	-	-	-	(52,946)
PGIM Limited	Barclays Bank	(3,209,968)	143,742	(3,066,226)	3,066,226	-	-	-
	HSBC Bank	(38,971)	-	(38,971)	38,971	-	-	-
	Morgan Stanley	(43,033)	-	(43,033)	43,033	-	-	-
	Toronto Dominion Bank	(30,233)	14,567	(15,666)	10,233	-	-	(5,433)
<b>Total</b>		<b>(7,599,525)</b>	<b>182,290</b>	<b>(7,417,235)</b>	<b>3,158,463</b>	<b>1,044,180</b>	<b>-</b>	<b>(3,214,592)</b>



## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

## Mercer Investment Fund 11

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets GB£	Financial Instruments available to offset GB£	Net Amount GB£	Cash collateral received GB£	Non cash collateral received GB£	Margin Cash GB£	Net GB£
Sub-Fund level	State Street Bank and Trust	20,133	(20,133)	-	-	-	-	-
PGIM Limited	Barclays Bank	63,766	(63,766)	-	-	-	-	-
	Citigroup	220,062	-	220,062	-	-	-	220,062
	JP Morgan Chase Bank	2,683	-	2,683	-	-	-	2,683
	Toronto Dominion Bank	7,804	(7,804)	-	-	-	-	-
<b>Total</b>		<b>314,448</b>	<b>(91,703)</b>	<b>222,745</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>222,745</b>

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities GB£	Financial Instruments available to offset GB£	Net Amount GB£	Cash collateral pledged GB£	Non cash collateral pledged GB£	Margin Cash GB£	Net GB£
Sub-Fund Level	State Street Bank and Trust	(856,353)	20,133	(836,220)	-	836,220	-	-
Henderson Global Investors Limited	BNP Paribas	(639,061)	-	(639,061)	-	-	-	(639,061)
M&G Investment Management Limited	Citigroup	(455,778)	-	(455,778)	-	-	-	(455,778)
	State Street Bank London	(18,556)	-	(18,556)	-	-	-	(18,556)
PGIM Limited	Barclays Bank	(858,707)	63,766	(794,941)	794,941	-	-	-
	Goldman Sachs	(3,434)	-	(3,434)	-	-	-	(3,434)
	HSBC Bank	(21,311)	-	(21,311)	21,311	-	-	-
	Morgan Stanley	(23,040)	-	(23,040)	23,040	-	-	-
	Toronto Dominion Bank	(16,111)	7,804	(8,307)	8,307	-	-	-
	UBS Bank	(518,001)	-	(518,001)	518,001	-	-	-
<b>Total</b>		<b>(3,410,352)</b>	<b>91,703</b>	<b>(3,318,649)</b>	<b>1,365,600</b>	<b>836,220</b>	<b>-</b>	<b>(1,116,829)</b>

## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

## Mercer Investment Fund 12

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets GB£	Financial Instruments available to offset GB£	Net Amount GB£	Cash collateral received GB£	Non cash collateral received GB£	Margin Cash GB£	Net GB£
Sub-Fund Level	State Street Bank and Trust	14,612	(14,612)	-	-	-	-	-
PGIM Limited	Barclays Bank	1,673	(1,673)	-	-	-	-	-
	Citigroup	140,555	-	140,555	-	-	-	140,555
	HSBC Bank	19,712	(4,254)	15,458	-	-	-	15,458
	JP Morgan Chase Bank	907	-	907	-	-	-	907
	Toronto Dominion Bank	4,682	(4,682)	-	-	-	-	-
<b>Total</b>		<b>182,141</b>	<b>(25,221)</b>	<b>156,920</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>156,920</b>

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities GB£	Financial Instruments available to offset GB£	Net Amount GB£	Cash collateral pledged GB£	Non cash collateral pledged GB£	Margin Cash GB£	Net GB£
Sub-Fund Level	State Street Bank and Trust	(623,172)	14,612	(608,560)	-	-	-	(608,560)
Henderson Global Investors Limited	BNP Paribas	(275,213)	-	(275,213)	-	-	-	(275,213)
M&G Investment Management Limited	Citigroup	(198,673)	-	(198,673)	-	-	-	(198,673)
	State Street Bank London	(8,336)	-	(8,336)	-	-	-	(8,336)
PGIM Limited	Barclays Bank	(553,853)	1,673	(552,180)	552,180	-	-	-
	Goldman Sachs	(2,146)	-	(2,146)	-	-	-	(2,146)
	HSBC Bank	(4,254)	4,254	-	-	-	-	-
	Morgan Stanley	(14,755)	-	(14,755)	14,755	-	-	-
	Toronto Dominion Bank	(10,321)	4,682	(5,639)	-	-	-	(5,639)
	UBS Bank	(334,046)	-	(334,046)	334,046	-	-	-
<b>Total</b>		<b>(2,024,769)</b>	<b>25,221</b>	<b>(1,999,548)</b>	<b>900,981</b>	<b>-</b>	<b>-</b>	<b>(1,098,567)</b>

## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

## Mercer Investment Fund 16

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral received US\$	Non cash collateral received US\$	Margin Cash US\$	Net US\$
AXA Investment Managers UK Limited	Barclays Bank	126,058	-	126,058	(126,058)	-	-	-
	Royal Bank of Scotland	27,797	(15,991)	11,806	(11,806)	-	-	-
PGIM Limited	Bank of America Merrill Lynch	46,469	-	46,469	(46,469)	-	-	-
	HSBC Bank	3,166	-	3,166	-	-	-	3,166
	JP Morgan Chase Bank	18,266	-	18,266	(18,266)	-	-	-
	Morgan Stanley	73,655	-	73,655	(70,000)	-	-	3,655
<b>Total</b>		<b>295,411</b>	<b>(15,991)</b>	<b>279,420</b>	<b>(272,599)</b>	<b>-</b>	<b>-</b>	<b>6,821</b>

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral pledged US\$	Non cash collateral pledged US\$	Margin Cash US\$	Net US\$
AXA Investment Managers UK Limited	Royal Bank of Scotland	(15,991)	15,991	-	-	-	-	-
PGIM Limited	Citigroup	(2,817)	-	(2,817)	2,817	-	-	-
<b>Total</b>		<b>(18,808)</b>	<b>15,991</b>	<b>(2,817)</b>	<b>2,817</b>	<b>-</b>	<b>-</b>	<b>-</b>

## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

The following tables present information about the offsetting of financial assets and liabilities and collateral amounts as at 30 June 2019:

## Mercer Return Seeking Fund 1

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets €	Financial Instruments available to offset €	Net Amount €	Cash collateral received €	Non cash collateral received €	Margin Cash €	Net €
Sub-Fund level	State Street Bank and Trust	12,632,145	(1,430,001)	11,202,144	-	(11,202,144)	-	-
Irish Life Investment Managers Limited	Goldman Sachs	169,509	-	169,509	-	-	-	169,509
	State Street Bank London	91,861	(91,861)	-	-	-	-	-
<b>Total</b>		<b>12,893,515</b>	<b>(1,521,862)</b>	<b>11,371,653</b>	<b>-</b>	<b>(11,202,144)</b>	<b>-</b>	<b>169,509</b>

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities €	Financial Instruments available to offset €	Net Amount €	Cash collateral pledged €	Non cash collateral pledged €	Margin Cash €	Net €
Sub-Fund level	State Street Bank and Trust	(1,430,001)	1,430,001	-	-	-	-	-
Irish Life Investment Managers Limited	State Street Bank London	(105,652)	91,861	(13,791)	-	-	-	(13,791)
<b>Total</b>		<b>(1,535,653)</b>	<b>1,521,862</b>	<b>(13,791)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(13,791)</b>

## Mercer Passive Global Equity CCF

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral received US\$	Non cash collateral received US\$	Margin Cash US\$	Net US\$
Sub-Fund level	State Street Bank and Trust	24,284,017	(4,583,627)	19,700,390	-	(17,075,878)	-	2,624,512
Irish Life Investment Managers Limited	Goldman Sachs	46,820	(46,820)	-	-	-	-	-
	State Street Bank London	260,899	(260,899)	-	-	-	-	-
<b>Total</b>		<b>24,591,736</b>	<b>(4,891,346)</b>	<b>19,700,390</b>	<b>-</b>	<b>(17,075,878)</b>	<b>-</b>	<b>2,624,512</b>

## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

## Mercer Passive Global Equity CCF (continued)

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral pledged US\$	Non cash collateral pledged US\$	Margin Cash US\$	Net US\$
Sub-Fund level	State Street Bank and Trust	(4,583,627)	4,583,627	-	-	-	-	-
Irish Life Investment Managers Limited	Goldman Sachs	(68,428)	46,820	(21,608)	-	-	21,608	-
	State Street Bank London	(262,885)	260,899	(1,986)	-	-	-	(1,986)
<b>Total</b>		<b>(4,914,940)</b>	<b>4,891,346</b>	<b>(23,594)</b>	<b>-</b>	<b>-</b>	<b>21,608</b>	<b>(1,986)</b>

## Mercer Fundamental Indexation Global Equity CCF

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral received US\$	Non cash collateral received US\$	Margin Cash US\$	Net US\$
Sub-Fund level	State Street Bank and Trust	11,357,772	(3,270,856)	8,086,916	-	(5,610,248)	-	2,476,668
Irish Life Investment Managers Limited	Goldman Sachs	60,661	(1,574)	59,087	-	-	-	59,087
	State Street Bank London	116,395	(116,395)	-	-	-	-	-
<b>Total</b>		<b>11,534,828</b>	<b>(3,388,825)</b>	<b>8,146,003</b>	<b>-</b>	<b>(5,610,248)</b>	<b>-</b>	<b>2,535,755</b>

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral pledged US\$	Non cash collateral pledged US\$	Margin Cash US\$	Net US\$
Sub-Fund level	State Street Bank and Trust	(3,270,856)	3,270,856	-	-	-	-	-
Irish Life Investment Managers Limited	Goldman Sachs	(1,574)	1,574	-	-	-	-	-
	State Street Bank London	(188,122)	116,395	(71,727)	-	-	-	(71,727)
<b>Total</b>		<b>(3,460,552)</b>	<b>3,388,825</b>	<b>(71,727)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(71,727)</b>

## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

## Mercer Investment Fund 2

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral received US\$	Non cash collateral received US\$	Margin Cash US\$	Net US\$
State Street Global Advisors Limited	Goldman Sachs	84,339	-	84,339	-	-	-	84,339
Alantra Asset Management	Intermonte	29,407	-	29,407	-	-	-	29,407
<b>Total</b>		<b>113,746</b>	<b>-</b>	<b>113,746</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>113,746</b>

## Mercer Investment Fund 3 CCF

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets GB£	Financial Instruments available to offset GB£	Net Amount GB£	Cash collateral received GB£	Non cash collateral received GB£	Margin Cash GB£	Net GB£
Insight Investment Management (Global) Limited	Citibank	64,521	(64,521)	-	-	-	-	-
	Goldman Sachs	66,981	(66,981)	-	-	-	-	-
	HSBC Bank	240,725	(240,725)	-	-	-	-	-
	Lloyds Bank	75,228,150	(75,228,150)	-	-	-	-	-
	Morgan Stanley	2,420,462	(2,420,462)	-	-	-	-	-
	Royal Bank of Scotland	71,430	(71,430)	-	-	-	-	-
<b>Total</b>		<b>78,092,269</b>	<b>(78,092,269)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

## Mercer Investment Fund 3 CCF (continued)

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities GB£	Financial Instruments available to offset GB£	Net Amount GB£	Cash collateral pledged GB£	Non cash collateral pledged GB£	Margin Cash GB£	Net GB£
Insight Investment Management (Global) Limited	Citibank	(2,041,481)	64,521	(1,976,960)	-	1,976,960	-	-
	Goldman Sachs	(28,834,242)	66,981	(28,767,261)	-	28,767,261	-	-
	HSBC Bank	(13,502,868)	240,725	(13,262,143)	-	13,262,143	-	-
	Lloyds Bank	(123,950,500)	75,228,150	(48,722,350)	-	48,722,350	-	-
	Morgan Stanley	(29,743,649)	2,420,462	(27,323,187)	-	27,323,187	-	-
	National Australia Bank	(50,520,000)	-	(50,520,000)	-	50,520,000	-	-
	Royal Bank of Scotland	(495,266)	71,430	(423,836)	-	352,299	-	(71,537)
	Toronto Dominion Bank	(55,209,000)	-	(55,209,000)	-	55,209,000	-	-
<b>Total</b>		<b>(304,297,006)</b>	<b>78,092,269</b>	<b>(226,204,737)</b>	<b>-</b>	<b>226,133,200</b>	<b>-</b>	<b>(71,537)</b>

## Mercer Investment Fund 5 CCF

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets €	Financial Instruments available to offset €	Net Amount €	Cash collateral received €	Non cash collateral received €	Margin Cash €	Net €
Sub-Fund level	State Street Bank and Trust	115,994	-	115,994	-	-	-	115,994
<b>Total</b>		<b>115,994</b>	<b>-</b>	<b>115,994</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>115,994</b>

**7. Financial Instruments and Associated Risks (continued)**

**Offsetting financial assets and financial liabilities (continued)**

**Offsetting and amounts subject to master netting arrangement and similar agreements (continued)**

**Mercer Investment Fund 10**

**Offsetting Financial Assets**

<b>Sub-Investment Manager</b>	<b>Counterparty</b>	<b>Gross Financial Assets GB£</b>	<b>Financial Instruments available to offset GB£</b>	<b>Net Amount GB£</b>	<b>Cash collateral received GB£</b>	<b>Non cash collateral received GB£</b>	<b>Margin Cash GB£</b>	<b>Net GB£</b>
Sub-Fund level	State Street Bank and Trust	1,557,021	(1,053,876)	503,145	-	-	-	503,145
Henderson Global Investors Limited	BNP Paribas Securities Services	1,412,922	(57,414)	1,355,508	-	-	-	1,355,508
Legal & General Investment Management Limited	Goldman Sachs	13,571	(652)	12,919	-	-	-	12,919
	Royal Bank of Scotland	145	-	145	-	-	-	145
	UBS Bank	52	-	52	-	-	-	52
PGIM Limited								
- Corporate Bonds	Citibank	34,757	(34,757)	-	-	-	-	-
	Morgan Stanley	423,746	(1,500)	422,246	(260,000)	-	-	162,246
<b>Total</b>		<b>3,442,214</b>	<b>(1,148,199)</b>	<b>2,294,015</b>	<b>(260,000)</b>	<b>-</b>	<b>-</b>	<b>2,034,015</b>

**Offsetting Financial Liabilities**

<b>Sub-Investment Manager</b>	<b>Counterparty</b>	<b>Gross Financial Liabilities GB£</b>	<b>Financial Instruments available to offset GB£</b>	<b>Net Amount GB£</b>	<b>Cash collateral pledged GB£</b>	<b>Non cash collateral pledged GB£</b>	<b>Margin Cash GB£</b>	<b>Net GB£</b>
Sub-Fund level	State Street Bank and Trust	(1,053,876)	1,053,876	-	-	-	-	-
Henderson Global Investors Limited	BNP Paribas Securities Services	(57,414)	57,414	-	-	-	-	-
Legal & General Investment Management Limited	Goldman Sachs	(652)	652	-	-	-	-	-
M&G Investment Management Limited								
- Corporate Bonds	BNP Paribas	(129,774)	-	(129,774)	-	-	-	(129,774)
	State Street Bank London	(1,208,145)	-	(1,208,145)	-	-	-	(1,208,145)
PGIM Limited								
- Corporate Bonds	Citibank	(1,909,339)	34,757	(1,874,582)	-	1,874,582	-	-
	Morgan Stanley	(1,500)	1,500	-	-	-	-	-
<b>Total</b>		<b>(4,360,700)</b>	<b>1,148,199</b>	<b>(3,212,501)</b>	<b>-</b>	<b>1,874,582</b>	<b>-</b>	<b>(1,337,919)</b>



## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

## Mercer Investment Fund 11

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets GB£	Financial Instruments available to offset GB£	Net Amount GB£	Cash collateral received GB£	Non cash collateral received GB£	Margin Cash GB£	Net GB£
Sub-Fund level	State Street Bank and Trust	1,357,381	(934,829)	422,552	-	-	-	422,552
Henderson Global Investors Limited	BNP Paribas Securities Services	491,678	(20,346)	471,332	-	-	-	471,332
Legal & General Investment Management Limited	Goldman Sachs	7,884	(868)	7,016	-	-	-	7,016
	HSBC Bank	1,179	-	1,179	-	-	-	1,179
PGIM Limited								
- Corporate Bonds	Citibank	10,921	(10,921)	-	-	-	-	-
	Deutsche Bank	57,077	(57,077)	-	-	-	-	-
	Goldman Sachs	270,986	(127,810)	143,176	(7,857)	-	-	135,319
	Morgan Stanley	118,243	-	118,243	-	-	-	118,243
<b>Total</b>		<b>2,315,349</b>	<b>(1,151,851)</b>	<b>1,163,498</b>	<b>(7,857)</b>	<b>-</b>	<b>-</b>	<b>1,155,641</b>

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities GB£	Financial Instruments available to offset GB£	Net Amount GB£	Cash collateral pledged GB£	Non cash collateral pledged GB£	Margin Cash GB£	Net GB£
Sub-Fund level	State Street Bank and Trust	(934,829)	934,829	-	-	-	-	-
Henderson Global Investors Limited	BNP Paribas Securities Services	(20,346)	20,346	-	-	-	-	-
Legal & General Investment Management Limited	Goldman Sachs	(868)	868	-	-	-	-	-
M&G Investment Management Limited								
- Corporate Bonds	BNP Paribas	(45,002)	-	(45,002)	-	-	-	(45,002)
	State Street Bank London	(419,917)	-	(419,917)	-	-	-	(419,917)
PGIM Limited								
- Corporate Bonds	Citibank	(592,442)	10,921	(581,521)	-	581,521	-	-
	Deutsche Bank	(547,840)	57,077	(490,763)	490,763	-	-	-
	Goldman Sachs	(127,810)	127,810	-	-	-	-	-
	UBS Bank	(2,538)	-	(2,538)	-	-	-	(2,538)
<b>Total</b>		<b>(2,691,592)</b>	<b>1,151,851</b>	<b>(1,539,741)</b>	<b>490,763</b>	<b>581,521</b>	<b>-</b>	<b>(467,457)</b>

**7. Financial Instruments and Associated Risks (continued)**

**Offsetting financial assets and financial liabilities (continued)**

**Offsetting and amounts subject to master netting arrangement and similar agreements (continued)**

**Mercer Investment Fund 12**

**Offsetting Financial Assets**

<b>Sub-Investment Manager</b>	<b>Counterparty</b>	<b>Gross Financial Assets GB£</b>	<b>Financial Instruments available to offset GB£</b>	<b>Net Amount GB£</b>	<b>Cash collateral received GB£</b>	<b>Non cash collateral received GB£</b>	<b>Margin Cash GB£</b>	<b>Net GB£</b>
Sub-Fund level	State Street Bank and Trust	917,525	(631,834)	285,691	-	-	-	285,691
Henderson Global Investors Limited	BNP Paribas Securities Services, France	212,557	(8,799)	203,758	-	-	-	203,758
Legal & General Investment Management Limited	Goldman Sachs	19,590	(650)	18,940	-	-	-	18,940
PGIM Limited								
- Corporate Bonds	Citibank	6,963	(6,963)	-	-	-	-	-
	Deutsche Bank	36,368	(36,368)	-	-	-	-	-
	Goldman Sachs	173,406	(81,738)	91,668	(7,857)	-	-	83,811
	Morgan Stanley	75,918	(1,943)	73,975	(40,000)	-	-	33,975
<b>Total</b>		<b>1,442,327</b>	<b>(768,295)</b>	<b>674,032</b>	<b>(47,857)</b>	<b>-</b>	<b>-</b>	<b>626,175</b>

**Offsetting Financial Liabilities**

<b>Sub-Investment Manager</b>	<b>Counterparty</b>	<b>Gross Financial Liabilities GB£</b>	<b>Financial Instruments available to offset GB£</b>	<b>Net Amount GB£</b>	<b>Cash collateral pledged GB£</b>	<b>Non cash collateral pledged GB£</b>	<b>Margin Cash GB£</b>	<b>Net GB£</b>
Sub-Fund level	State Street Bank and Trust	(631,834)	631,834	-	-	-	-	-
Henderson Global Investors Limited	BNP Paribas Securities Services, France	(8,799)	8,799	-	-	-	-	-
Legal & General Investment Management Limited	Goldman Sachs	(650)	650	-	-	-	-	-
M&G Investment Management Limited								
- Corporate Bonds	BNP Paribas	(19,536)	-	(19,536)	-	-	-	(19,536)
	State Street Bank London	(182,969)	-	(182,969)	-	-	-	(182,969)
PGIM Limited								
- Corporate Bonds	Citibank	(376,207)	6,963	(369,244)	59,000	310,244	-	-
	Deutsche Bank	(348,429)	36,368	(312,061)	312,061	-	-	-
	Goldman Sachs	(81,738)	81,738	-	-	-	-	-
	Morgan Stanley	(1,943)	1,943	-	-	-	-	-
	UBS Bank	(942)	-	(942)	-	-	-	(942)
<b>Total</b>		<b>(1,653,047)</b>	<b>768,295</b>	<b>(884,752)</b>	<b>371,061</b>	<b>310,244</b>	<b>-</b>	<b>(203,447)</b>

## 7. Financial Instruments and Associated Risks (continued)

## Offsetting financial assets and financial liabilities (continued)

## Offsetting and amounts subject to master netting arrangement and similar agreements (continued)

## Mercer Investment Fund 16

## Offsetting Financial Assets

Sub-Investment Manager	Counterparty	Gross Financial Assets US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral received US\$	Non cash collateral received US\$	Margin Cash US\$	Net US\$
AXA Investment Managers UK Limited	Barclays Bank	91,710	(48,921)	42,789	-	-	-	42,789
	Royal Bank of Scotland	509	(509)	-	-	-	-	-
PGIM Limited	Citibank	326,147	(326,147)	-	-	-	-	-
	HSBC Bank	256	(256)	-	-	-	-	-
	JP Morgan Chase Bank	47,082	-	47,082	(47,082)	-	-	-
UBS Asset Management (UK) Ltd	UBS Bank	214,383	(1,346)	213,037	-	-	-	213,037
<b>Total</b>		<b>680,087</b>	<b>(377,179)</b>	<b>302,908</b>	<b>(47,082)</b>	<b>-</b>	<b>-</b>	<b>255,826</b>

## Offsetting Financial Liabilities

Sub-Investment Manager	Counterparty	Gross Financial Liabilities US\$	Financial Instruments available to offset US\$	Net Amount US\$	Cash collateral pledged US\$	Non cash collateral pledged US\$	Margin Cash US\$	Net US\$
AXA Investment Managers UK Limited	Barclays Bank	(48,921)	48,921	-	-	-	-	-
	Royal Bank of Scotland	(173,798)	509	(173,289)	120,000	-	-	(53,289)
PGIM Limited	Bank of America Merrill Lynch	(4,276)	-	(4,276)	-	-	-	(4,276)
	Citibank	(458,508)	326,147	(132,361)	132,361	-	-	-
	HSBC Bank	(31,458)	256	(31,202)	-	31,202	-	-
UBS Asset Management (UK) Ltd	UBS Bank	(1,346)	1,346	-	-	-	-	-
<b>Total</b>		<b>(718,307)</b>	<b>377,179</b>	<b>(341,128)</b>	<b>252,361</b>	<b>31,202</b>	<b>-</b>	<b>(57,565)</b>

**7. Financial Instruments and Associated Risks (continued)****Concentration risk**

The Investment Manager reviews the concentration of securities held based on industries and geographical location.

The Sub-Funds' exposure to industries above 5% of the NAV at 30 June 2020 and 30 June 2019 is set out in the table below:

**Mercer Return Seeking Fund 1**

	30 June 2020	30 June 2019
	% of NAV	% of NAV
Communications	10.02	5.72
Consumer Discretionary	-	9.13
Consumer Staples	-	6.25
Cyclical Services	8.54	-
Financials	14.04	13.11
Health Care	-	10.14
Industrials	8.47	10.14
Non-Cyclical Services	19.48	-
Technology	13.61	14.17

**Mercer Fundamental Indexation Global Equity CCF**

	30 June 2020	30 June 2019
	% of NAV	% of NAV
Basic Materials	6.60	-
Communications	5.55	-
Consumer Discretionary	-	9.90
Consumer Staples	-	5.98
Cyclical Services	14.94	-
Financials	11.44	11.07
Health Care	-	17.60
Industrials	-	7.87
Materials	-	5.70
Non-Cyclical Services	24.41	-
Real Estate	-	6.46
Technology	25.37	21.53
Utilities	5.25	5.79

**Mercer Passive Global Equity CCF**

	30 June 2020	30 June 2019
	% of NAV	% of NAV
Communications	13.10	7.34
Consumer Discretionary	-	10.38
Consumer Staples	-	8.36
Cyclical Services	9.11	-
Energy	-	5.54
Financials	16.30	15.48
Industrials	9.40	11.02
Non-Cyclical Services	23.48	-
Technology	16.77	16.56

**Mercer Investment Fund 2**

	30 June 2020	30 June 2019
	% of NAV	% of NAV
Communications	12.85	7.91
Consumer Discretionary	-	11.53
Consumer Staples	-	6.34
Cyclical Services	8.56	-
Financials	15.38	15.45
Health Care	-	12.08
Industrials	12.25	15.84
Non-Cyclical Services	25.96	-
Technology	14.21	15.53

## 7. Financial Instruments and Associated Risks (continued)

## Concentration risk (continued)

## Mercer Investment Fund 3 CCF

	30 June 2020 % of NAV	30 June 2019 % of NAV
Financials	10.63	10.34
Sovereign Debt	72.05	66.49

## Mercer Investment Fund 10

	30 June 2020 % of NAV	30 June 2019 % of NAV
Communications	5.50	5.24
Consumer Staples	-	10.84
Financials	14.19	15.34
Industrials	5.35	5.90
Non-Cyclical Services	10.25	-
Utilities	7.26	6.95

## Mercer Investment Fund 11

	30 June 2020 % of NAV	30 June 2019 % of NAV
Consumer Discretionary	-	10.64
Financials	11.65	13.65
Industrials	-	5.45
Non-Cyclical Services	9.43	-
Utilities	5.41	5.26

## Mercer Investment Fund 12

	30 June 2020 % of NAV	30 June 2019 % of NAV
Consumer Discretionary	-	10.79
Financials	10.96	13.96
Industrials	-	5.32
Non-Cyclical Services	9.25	-

## Mercer Investment Fund 16

	30 June 2020 % of NAV	30 June 2019 % of NAV
Communications	14.20	10.66
Consumer Staples	-	9.05
Consumer Discretionary	-	19.70
Energy	5.25	7.11
Financials	20.80	24.56
Industrials	6.52	6.33
Non-Cyclical Services	21.70	-
Technology	13.86	11.87

## Foreign Currency Risk

Foreign currency risk arises on financial instruments that are denominated in a foreign currency i.e. in a currency other than the functional currency in which they are measured. The value of the Sub-Funds' investments can be affected by currency translation movements as some of the assets and income may be denominated in currencies other than the base or functional currency of the Sub-Funds. Units are issued and redeemed in British Pound, Euro, Swedish Krona, Canadian Dollar and US Dollar. A portion of the financial assets/net assets of the Sub-Funds are denominated in currencies other than base currency with the effect that the Statement of Financial Position and total returns can be significantly affected by currency movements. The Sub-Funds are therefore exposed to currency risk, as the value of the securities denominated in other currencies will fluctuate due to changes in exchange rates.

## 7. Financial Instruments and Associated Risks (continued)

### Foreign Currency Risk (continued)

The Investment Manager has identified three principal areas where foreign currency risk could impact the Sub-Funds:

- movements in exchange rates affecting the value of investments;
- movements in exchange rates affecting the income received; and
- movements in exchange rates affecting the holders of redeemable participating units in currencies other than the operational currency of the relevant Sub-Fund.

Currency exposure is monitored closely and is considered to be part of the overall investment process. Forward foreign currency contracts may be used to ensure that the currency exposure of a Sub-Fund is in line with its investment objectives. The Sub-Funds may receive income in currencies other than its base currency and the base value can be affected by movements in exchange rates. Sub-Funds with hedge unit classes may receive subscriptions or pay redemptions in currencies other than its base currency.

The Investment Manager, or a Sub-Investment Manager may hedge the foreign currency exposure of classes denominated in a currency other than the base currency of a Sub-Fund in order that investors in that class receive a return in the currency of that class substantially in line with the investment objective of the Sub-Fund. As foreign exchange hedging may be utilised for the benefit of a particular class, transactions will be clearly attributable to that class and the cost and related liabilities and/or benefits shall be for the account of that class only. Accordingly, such costs and related liabilities and/or benefits will be reflected in the NAV per unit for units of any such class.

Per IFRS 7, currency risk does not arise from financial instruments that are non-monetary items or from financial instruments denominated in the functional currency. However, it is the Sub-Funds' policy that foreign currency risk is monitored and managed by the Sub-Investment Managers for both monetary and non-monetary assets and liabilities and that the overall exposure is reviewed by the Directors of the AIFM.

In line with the Prospectus, in some cases the Sub-Funds manages exposure to foreign exchange movements by entering into foreign exchange hedging transactions, while in others the Sub-Funds elects not to hedge the foreign currency risk but takes the effect of the exposure.

The tables below summarise the foreign currency risk exposure of the Sub-Funds' assets and liabilities, monetary and non-monetary, and reflects the way the risk is monitored and managed. The sensitivity details the effect of a 5% increase in relevant foreign currency exchange rates to base currency. A 5% decrease in exchange rates would have an equal and opposite effect. The tables show only the Sub-Funds and currencies with a significant foreign currency risk sensitivity greater than +/- 10,000 in the relevant currency of the Sub-Funds.

As at 30 June 2019, all of the assets of Mercer Investment Fund 3 CCF were denominated in British Pound and are therefore not exposed to foreign currency risk.

As at 30 June 2019, all of the assets of Mercer Investment Fund 5 CCF were denominated in Euro and are therefore not exposed to foreign currency risk.

## 7. Financial Instruments and Associated Risks (continued)

## Foreign Currency Risk (continued)

30 June 2020

## Mercer Return Seeking Fund 1

	Net monetary assets and monetary liabilities investments and other assets/liabilities €	Non-monetary assets investments and other assets €	Hedged unit class exposure €	Non-hedged unit class exposure €	Forwards €	Net exposure €	Sensitivity €
Australian Dollar	578,272	43,523,507	-	-	(18,448,357)	25,653,422	(1,221,592)
Brazilian Real	1,464	609,978	-	-	-	611,442	(29,116)
British Pound	684,981	89,896,344	-	-	(39,320,503)	51,260,822	(2,440,992)
Canadian Dollar	599,391	66,297,963	-	(219,787,427)	(27,484,154)	(180,374,227)	8,589,249
Danish Krone	5,166	15,475,601	-	-	(6,513,519)	8,967,248	(427,012)
Hong Kong Dollar	68,406	19,388,365	-	-	(8,277,080)	11,179,691	(532,366)
Indian Rupee	-	699,588	-	-	-	699,588	(33,314)
Israeli Shekel	6,435	2,837,410	-	-	(887,608)	1,956,237	(93,154)
Japanese Yen	1,483,311	174,151,522	-	-	(70,938,979)	104,695,854	(4,985,517)
New Zealand Dollar	6,894	1,615,296	-	-	(847,116)	775,074	(36,908)
Norwegian Krone	8,170	4,079,501	-	-	(1,513,965)	2,573,706	(122,557)
Singapore Dollar	16,950	6,625,237	-	-	(3,071,268)	3,570,919	(170,044)
South Korean Won	-	2,546,328	-	-	-	2,546,328	(121,254)
Swedish Krona	16,771	22,997,787	-	-	(8,539,849)	14,474,709	(689,272)
Swiss Franc	482,309	58,280,948	-	-	(28,185,120)	30,578,137	(1,456,102)
Turkish Lira	13,556	1,853,318	-	-	-	1,866,874	(88,899)
US Dollar	14,034,544	1,279,212,201	-	-	(567,683,539)	725,563,206	(34,550,629)

## Mercer Fundamental Indexation Global Equity CCF

	Net monetary assets and monetary liabilities investments and other assets/liabilities US\$	Non-monetary assets investments and other assets US\$	Hedged unit class exposure US\$	Non-hedged unit class exposure US\$	Forwards US\$	Net exposure US\$	Sensitivity US\$
Australian Dollar	347,497	57,366,420	-	-	(48,294,980)	9,418,937	(448,521)
British Pound	1,082,102	50,263,929	(422,436,166)	(48,778,735)	369,908,300	(49,960,570)	2,379,075
Canadian Dollar	166,428	33,845,865	-	-	(28,486,388)	5,525,905	(263,138)
Danish Krone	46,483	21,420,595	-	-	(18,818,907)	2,648,171	(126,103)
Euro	1,777,238	98,573,774	(501,827,896)	(91,038,808)	409,426,970	(83,088,722)	3,956,606
Hong Kong Dollar	278,514	22,807,070	-	-	(17,467,010)	5,618,574	(267,551)
Japanese Yen	165,344	73,540,648	-	-	(63,475,135)	10,230,857	(487,184)
New Zealand Dollar	92,649	3,667,165	-	-	(2,824,485)	935,329	(44,539)
Singapore Dollar	2,373	1,724,190	-	-	(1,443,503)	283,060	(13,479)
Swedish Krona	29	24,324,202	-	(22,631,743)	(20,961,065)	(19,268,577)	917,551
Swiss Franc	67,135	29,717,360	-	-	(25,939,174)	3,845,321	(183,111)

## 7. Financial Instruments and Associated Risks (continued)

## Foreign Currency Risk (continued)

30 June 2020 (continued)

## Mercer Passive Global Equity CCF

	Net monetary assets and monetary liabilities investments and other assets/liabilities US\$	Non-monetary assets investments and other assets US\$	Hedged unit class exposure US\$	Non-hedged unit class exposure US\$	Forwards US\$	Net exposure US\$	Sensitivity US\$
Australian Dollar	378,209	42,383,200	-	-	(33,117,906)	9,643,503	(459,214)
British Pound	1,238,393	88,592,347	(283,063,571)	(193,241,789)	205,188,022	(181,286,598)	8,632,695
Canadian Dollar	424,444	62,800,385	-	-	(49,742,176)	13,482,653	(642,031)
Danish Krone	128	14,785,365	-	-	(11,699,594)	3,085,899	(146,948)
Euro	1,893,806	200,735,465	(1,347,120,439)	(212,503,503)	1,156,613,450	(200,381,221)	9,541,963
Hong Kong Dollar	478,919	20,279,595	-	-	(14,854,046)	5,904,468	(281,165)
Israeli Shekel	139	1,854,997	-	-	(1,594,323)	260,813	(12,420)
Japanese Yen	586,518	159,603,626	-	-	(128,137,310)	32,052,834	(1,526,325)
New Zealand Dollar	12,071	2,026,626	-	-	(1,521,592)	517,105	(24,624)
Norwegian Krone	41,583	3,258,017	-	-	(2,719,381)	580,219	(27,629)
Singapore Dollar	142,907	6,979,667	-	-	(5,514,263)	1,608,311	(76,586)
Swedish Krona	273	19,208,720	-	-	(15,339,293)	3,869,700	(184,271)
Swiss Franc	6,865	64,949,882	-	-	(50,874,465)	14,082,282	(670,585)

## Mercer Investment Fund 2

	Net monetary assets and monetary liabilities investments and other assets/liabilities €	Non-monetary assets investments and other assets €	Hedged unit class exposure €	Non-hedged unit class exposure €	Forwards €	Net exposure €	Sensitivity €
Australian Dollar	11,532	7,041,650	-	-	-	7,053,182	(335,866)
British Pound	3,072,605	1,015,867,902	-	-	-	1,018,940,507	(48,520,977)
Czech Koruna	-	9,722,694	-	-	-	9,722,694	(462,985)
Danish Krone	31,117	154,211,055	-	-	-	154,242,172	(7,344,865)
Hong Kong Dollar	-	953,714	-	-	-	953,714	(45,415)
Indonesian Rupiah	-	2,446,784	-	-	-	2,446,784	(116,514)
Japanese Yen	-	59,088,925	-	-	-	59,088,925	(2,813,758)
Kenyan Shilling	-	865,336	-	-	-	865,336	(41,206)
New Zealand Dollar	15,286	2,249,099	-	-	-	2,264,385	(107,828)
Norwegian Krone	1,169,179	36,780,473	-	-	-	37,949,652	(1,807,126)
South African Rand	-	1,969,483	-	-	-	1,969,483	(93,785)
Swedish Krona	(31,856)	325,232,809	-	-	-	325,200,953	(15,485,760)
Swiss Franc	127,498	558,256,656	-	-	-	558,384,154	(26,589,722)
Taiwan Dollar	33,674	5,336,626	-	-	-	5,370,300	(255,729)
US Dollar	91,149,176	6,028,879,771	-	-	-	6,120,028,947	(291,429,950)



## 7. Financial Instruments and Associated Risks (continued)

## Foreign Currency Risk (continued)

30 June 2020 (continued)

## Mercer Investment Fund 3 CCF

	Net monetary assets and monetary liabilities investments and other assets/liabilities GB£	Non-monetary assets investments and other assets GB£	Hedged unit class exposure GB£	Non-hedged unit class exposure GB£	Forwards GB£	Net exposure GB£	Sensitivity GB£
Euro	(10)	-	-	-	(8,848,904)	(8,848,914)	421,377
Japanese Yen	-	-	-	-	(8,646,267)	(8,646,267)	411,727
US Dollar	-	-	-	-	(58,306,234)	(58,306,234)	2,776,487

## Mercer Investment Fund 5 CCF

	Net monetary assets and monetary liabilities investments and other assets/liabilities €	Non-monetary assets investments and other assets €	Hedged unit class exposure €	Non-hedged unit class exposure €	Forwards €	Net exposure €	Sensitivity €
British Pound	-	8,310,029	-	-	(10,853,682)	(2,543,653)	121,126

## SH Pension Investment Fund

	Net monetary assets and monetary liabilities investments and other assets/liabilities SEK	Non-monetary assets investments and other assets SEK	Hedged unit class exposure SEK	Non-hedged unit class exposure SEK	Forwards SEK	Net exposure SEK	Sensitivity SEK
Euro	(814,378)	-	-	-	-	(814,378)	38,780
US Dollar	(794,303)	534,349,056	-	-	-	533,554,753	(25,407,369)

## 7. Financial Instruments and Associated Risks (continued)

## Foreign Currency Risk (continued)

30 June 2020 (continued)

## Mercer Investment Fund 10

	Net monetary assets and monetary liabilities investments and other assets/liabilities GB£	Non-monetary assets investments and other assets GB£	Hedged unit class exposure GB£	Non-hedged unit class exposure GB£	Forwards GB£	Net exposure GB£	Sensitivity GB£
Australian Dollar	435,054	12,065,658	-	-	(6,279,621)	6,221,091	(296,242)
Canadian Dollar	50,847	14,513,886	-	-	(7,693,634)	6,871,099	(327,195)
Danish Krone	15,224	3,929,005	-	-	(1,947,933)	1,996,296	(95,062)
Euro	167,922,842	54,410,206	-	-	(193,531,088)	28,801,960	(1,371,522)
Hong Kong Dollar	114,505	6,334,761	-	-	(2,928,024)	3,521,242	(167,678)
Israeli Shekel	6,915	831,775	-	-	(458,589)	380,101	(18,100)
Japanese Yen	1,131,789	45,145,387	-	-	(23,932,130)	22,345,046	(1,064,050)
New Zealand Dollar	22,761	594,549	-	-	(299,911)	317,399	(15,114)
Norwegian Krone	30,834	973,192	-	-	(533,978)	470,048	(22,383)
Polish Zloty	17,915	514,559	-	-	(243,362)	289,112	(13,767)
Singapore Dollar	196,309	1,891,135	-	-	(1,033,739)	1,053,705	(50,176)
South Korean Won	74,252	8,536,866	-	-	(4,171,358)	4,439,760	(211,417)
Swedish Krona	37,992	5,076,926	-	-	(2,593,208)	2,521,710	(120,081)
Swiss Franc	25,588	17,335,427	-	-	(8,742,169)	8,618,846	(410,421)
US Dollar	352,028,977	400,951,241	-	-	(518,866,044)	234,114,174	(11,148,294)

## Mercer Investment Fund 11

	Net monetary assets and monetary liabilities investments and other assets/liabilities GB£	Non-monetary assets investments and other assets GB£	Hedged unit class exposure GB£	Non-hedged unit class exposure GB£	Forwards GB£	Net exposure GB£	Sensitivity GB£
Australian Dollar	44,560	8,929,067	-	-	(5,209,268)	3,764,359	(179,255)
Canadian Dollar	54,050	10,389,339	-	-	(6,307,089)	4,136,300	(196,967)
Danish Krone	23,105	2,834,109	-	-	(1,575,570)	1,281,644	(61,031)
Euro	86,474,910	39,062,037	-	-	(106,753,660)	18,783,287	(894,442)
Hong Kong Dollar	21,662	4,653,116	-	-	(2,264,164)	2,410,614	(114,791)
Japanese Yen	249,908	33,626,783	-	-	(19,874,836)	14,001,855	(666,755)
New Zealand Dollar	24,717	477,008	-	-	(281,705)	220,020	(10,477)
Norwegian Krone	29,844	753,622	-	-	(544,242)	239,224	(11,392)
Polish Zloty	26,094	363,253	-	-	(176,745)	212,602	(10,124)
Singapore Dollar	125,525	1,380,711	-	-	(879,752)	626,484	(29,833)
South Korean Won	17,605	6,243,196	-	-	(3,029,506)	3,231,295	(153,871)
Swedish Krona	23,033	3,696,170	-	-	(2,422,809)	1,296,394	(61,733)
Swiss Franc	33,363	12,525,499	-	-	(6,792,995)	5,765,867	(274,565)
US Dollar	152,447,655	292,674,921	-	-	(284,003,941)	161,118,635	(7,672,316)

## 7. Financial Instruments and Associated Risks (continued)

## Foreign Currency Risk (continued)

30 June 2020 (continued)

## Mercer Investment Fund 12

	Net monetary assets and monetary liabilities investments and other assets/liabilities GB£	Non-monetary assets investments and other assets GB£	Hedged unit class exposure GB£	Non-hedged unit class exposure GB£	Forwards GB£	Net exposure GB£	Sensitivity GB£
Australian Dollar	206,218	6,434,429	-	-	(3,782,634)	2,858,013	(136,096)
Canadian Dollar	39,294	7,502,010	-	-	(4,579,902)	2,961,402	(141,019)
Danish Krone	73,067	2,036,988	-	-	(1,144,132)	965,923	(45,996)
Euro	54,588,739	28,363,568	-	-	(69,019,470)	13,932,837	(663,468)
Hong Kong Dollar	31,856	3,353,990	-	-	(1,819,764)	1,566,082	(74,575)
Japanese Yen	200,611	24,504,063	-	-	(14,431,801)	10,272,873	(489,184)
Singapore Dollar	55,398	1,103,431	-	-	(638,789)	520,040	(24,764)
South Korean Won	14,959	4,543,818	-	-	(2,200,400)	2,358,377	(112,304)
Swedish Krona	20,569	2,713,008	-	-	(1,758,934)	974,643	(46,412)
Swiss Franc	37,686	9,109,494	-	-	(4,933,242)	4,213,938	(200,664)
US Dollar	83,253,449	214,245,413	-	-	(179,128,538)	118,370,324	(5,636,682)

## 7. Financial Instruments and Associated Risks (continued)

## Foreign Currency Risk (continued)

30 June 2020 (continued)

## Mercer Investment Fund 16

	Net monetary assets and monetary liabilities investments and other assets/liabilities US\$	Non-monetary assets investments and other assets US\$	Hedged unit class exposure US\$	Non-hedged unit class exposure US\$	Forwards US\$	Net exposure US\$	Sensitivity US\$
Australian Dollar	95,843	19,681,278	-	-	-	19,777,121	(941,768)
Brazilian Real	59,172	6,301,915	-	-	-	6,361,087	(302,909)
British Pound	31,602,438	42,023,424	-	-	(12,062,440)	61,563,422	(2,931,592)
Canadian Dollar	187,872	31,429,438	-	-	-	31,617,310	(1,505,586)
Chilean Peso	-	665,996	-	-	-	665,996	(31,714)
Chinese Renminbi (Onshore)/(Mainland)	5,698	2,377,108	-	-	-	2,382,806	(113,467)
Danish Krone	16,498	7,645,584	-	-	-	7,662,082	(364,861)
Euro	89,481,298	85,106,735	-	-	11,977,092	186,565,125	(8,884,054)
Hong Kong Dollar	495,329	42,262,743	-	-	-	42,758,072	(2,036,099)
Hungarian Forint	4,932	343,994	-	-	-	348,926	(16,616)
Indian Rupee	27,397	11,130,624	-	-	-	11,158,021	(531,334)
Indonesian Rupiah	15,143	2,132,722	-	-	-	2,147,865	(102,279)
Israeli Shekel	11,841	951,667	-	-	-	963,508	(45,881)
Japanese Yen	1,259,449	74,719,994	-	-	-	75,979,443	(3,618,069)
Malaysian Ringgit	7,666	2,311,229	-	-	-	2,318,895	(110,424)
Mexican Peso	9,284	2,348,498	-	-	-	2,357,782	(112,275)
New Zealand Dollar	5,856	1,205,306	-	-	-	1,211,162	(57,674)
Norwegian Krone	26,314	1,932,253	-	-	-	1,958,567	(93,265)
Philippine Peso	1,675	1,117,086	-	-	-	1,118,761	(53,274)
Polish Zloty	11,133	905,649	-	-	-	916,782	(43,656)
Qatari Riyal	54,855	1,223,979	-	-	-	1,278,834	(60,897)
Saudi Arabia Riyal	1,204	3,799,729	-	-	-	3,800,933	(180,997)
Singapore Dollar	67,878	3,357,130	-	-	-	3,425,008	(163,096)
South African Rand	20,428	4,743,579	-	-	-	4,764,007	(226,857)
South Korean Won	9,651	16,217,809	-	-	-	16,227,460	(772,736)
Swedish Krona	11,345	9,408,915	-	-	-	9,420,260	(448,584)
Swiss Franc	51,230	28,130,856	-	-	-	28,182,086	(1,342,004)
Taiwan Dollar	100,155	17,801,293	-	-	-	17,901,448	(852,450)
Thai Baht	8,709	3,062,493	-	-	-	3,071,202	(146,248)
Turkish Lira	15,620	722,868	-	-	-	738,488	(35,166)
UAE Dirham	-	721,984	-	-	-	721,984	(34,380)

## 7. Financial Instruments and Associated Risks (continued)

## Foreign Currency Risk (continued)

30 June 2019

## Mercer Return Seeking Fund 1

	Net monetary assets and monetary liabilities investments and other assets/liabilities €	Non-monetary assets investments and other assets €	Hedged unit class exposure €	Non-hedged unit class exposure €	Forwards €	Net exposure €	Sensitivity €
Australian Dollar	353,777	50,697,937	-	-	(20,494,959)	30,556,755	(1,455,084)
Brazilian Real	25,396	994,586	-	-	-	1,019,982	(48,571)
British Pound	623,771	114,083,243	-	-	(47,892,040)	66,814,974	(3,181,665)
Canadian Dollar	326,183	75,396,519	-	225,300,425	(29,425,949)	271,597,178	(12,933,199)
Danish Krone	(6,040)	12,763,471	-	-	(4,851,232)	7,906,199	(376,486)
Hong Kong Dollar	53,777	24,617,161	-	-	(10,332,990)	14,337,948	(682,759)
Israeli Shekel	(146)	2,770,987	-	-	(1,013,576)	1,757,265	(83,679)
Japanese Yen	1,004,506	167,875,302	-	-	(68,674,804)	100,205,004	(4,771,667)
New Zealand Dollar	33,899	1,651,777	-	-	(710,386)	975,290	(46,442)
Norwegian Krone	131,784	6,895,441	-	-	(1,930,362)	5,096,863	(242,708)
Singapore Dollar	23,941	7,791,335	-	-	(3,704,608)	4,110,668	(195,746)
South Korean Won	961	1,161,657	-	-	-	1,162,618	(55,363)
Swedish Krona	33,877	21,314,610	-	-	(7,472,458)	13,876,029	(660,763)
Swiss Franc	230,605	54,790,239	-	-	(26,214,351)	28,806,493	(1,371,738)
United States Dollar	7,555,823	1,190,970,305	-	-	(517,013,641)	681,512,487	(32,452,976)

## Mercer Fundamental Indexation Global Equity CCF

	Net monetary assets and monetary liabilities investments and other assets/liabilities US\$	Non-monetary assets investments and other assets US\$	Hedged unit class exposure US\$	Non-hedged unit class exposure US\$	Forwards US\$	Net exposure US\$	Sensitivity US\$
Australian Dollar	216,695	68,818,553	-	-	(63,190,548)	5,844,700	(278,319)
British Pound	1,127,580	73,441,184	780,452,787	50,277,151	658,374,935	1,563,673,637	(74,460,649)
Canadian Dollar	158,421	40,310,116	-	-	(30,764,634)	9,703,903	(462,091)
Danish Krone	21,363	24,600,908	-	-	(21,977,064)	2,645,207	(125,962)
Euro	(18,623,708)	86,218,401	478,116,329	62,487,221	365,187,389	973,385,632	(46,351,697)
Hong Kong Dollar	105,788	49,644,103	-	-	(35,132,855)	14,617,036	(696,049)
Israeli Shekel	70,515	3,674,185	-	-	(4,285,929)	(541,229)	25,773
Japanese Yen	(1,471,537)	105,373,301	-	-	(90,741,135)	13,160,629	(626,697)
New Zealand Dollar	3,145	3,703,738	-	-	-	3,706,883	(176,518)
Singapore Dollar	120	2,426,353	-	-	(751,713)	1,674,760	(79,750)
Swedish Krona	27,765	22,224,030	-	39,997,615	(8,337,753)	53,911,657	(2,567,222)
Swiss Franc	(560,906)	74,265,247	-	-	(32,825,217)	40,879,124	(1,946,625)

## 7. Financial Instruments and Associated Risks (continued)

## Foreign Currency Risk (continued)

30 June 2019 (continued)

## Mercer Passive Global Equity CCF

	Net monetary assets and monetary liabilities investments and other assets/liabilities US\$	Non-monetary assets investments and other assets US\$	Hedged unit class exposure US\$	Non-hedged unit class exposure US\$	Forwards US\$	Net exposure US\$	Sensitivity US\$
Australian Dollar	427,465	65,437,826	-	-	(46,601,735)	19,263,556	(917,312)
British Pound	1,953,968	152,980,549	600,955,276	492,122,040	464,815,478	1,712,827,311	(81,563,205)
Canadian Dollar	252,815	93,083,663	-	-	(67,254,541)	26,081,937	(1,241,997)
Danish Krone	595	15,797,733	-	-	(11,273,575)	4,524,753	(215,464)
Euro	1,878,942	288,274,173	1,427,998,740	224,023,811	1,160,382,690	3,102,558,356	(147,740,874)
Hong Kong Dollar	38,374	33,456,497	-	-	(23,727,621)	9,767,250	(465,107)
Israeli Shekel	2,390	2,827,367	-	-	(2,170,483)	659,274	(31,394)
Japanese Yen	575,383	215,456,302	-	-	(156,567,223)	59,464,462	(2,831,641)
New Zealand Dollar	4,540	2,474,264	-	-	(1,636,066)	842,738	(40,130)
Norwegian Krone	570	5,846,243	-	-	(4,434,679)	1,412,134	(67,244)
Singapore Dollar	2,379	12,034,503	-	-	(8,510,706)	3,526,176	(167,913)
Swedish Krona	5,958	24,481,888	-	-	(17,166,703)	7,321,143	(348,626)
Swiss Franc	29,504	84,650,501	-	-	(59,667,528)	25,012,477	(1,191,070)

## Mercer Investment Fund 2

	Net monetary assets and monetary liabilities investments and other assets/liabilities €	Non-monetary assets investments and other assets €	Hedged unit class exposure €	Non-hedged unit class exposure €	Forwards €	Net exposure €	Sensitivity €
British Pound	8,209,515	779,848,689	-	-	-	788,058,204	(37,526,581)
Canadian Dollar	815,248	-	-	-	-	815,248	(38,821)
Czech Koruna	-	8,274,672	-	-	-	8,274,672	(394,032)
Danish Krone	55,213	117,030,181	-	-	-	117,085,394	(5,575,495)
Japanese Yen	422,740	31,284,471	-	-	-	31,707,211	(1,509,867)
Norwegian Krone	479,632	24,613,445	-	-	-	25,093,077	(1,194,908)
Swedish Krona	(122,499)	185,148,705	-	-	-	185,026,206	(8,810,772)
Swiss Franc	51,918	371,912,769	-	-	-	371,964,687	(17,712,604)
United States Dollar	117,399,987	5,760,692,624	-	-	-	5,878,092,611	(279,909,172)

## 7. Financial Instruments and Associated Risks (continued)

## Foreign Currency Risk (continued)

30 June 2019 (continued)

## SH Pension Investment Fund

	Net monetary assets and monetary liabilities investments and other assets/liabilities SEK	Non-monetary assets investments and other assets SEK	Hedged unit class exposure SEK	Non-hedged unit class exposure SEK	Forwards SEK	Net exposure SEK	Sensitivity SEK
Euro	-	495,433,421	-	-	-	495,433,421	(23,592,068)
United States Dollar	-	364,515,478	-	-	-	364,515,478	(17,357,880)

## Mercer Investment Fund 10

	Net monetary assets and monetary liabilities investments and other assets/liabilities GB£	Non-monetary assets investments and other assets GB£	Hedged unit class exposure GB£	Non-hedged unit class exposure GB£	Forwards GB£	Net exposure GB£	Sensitivity GB£
Australian Dollar	159,729	13,320,791	-	-	(7,118,490)	6,362,030	(302,954)
Brazilian Real	6,687	533,183	-	-	-	539,870	(25,708)
Canadian Dollar	77,885	18,001,609	-	-	(8,848,998)	9,230,496	(439,547)
Danish Krone	70,835	2,983,306	-	-	(1,671,755)	1,382,386	(65,828)
Euro	176,253,232	59,077,169	-	-	(203,332,959)	31,997,442	(1,523,688)
Hong Kong Dollar	107,096	6,870,398	-	-	(3,732,310)	3,245,184	(154,533)
Israeli Shekel	65,549	859,041	-	-	(595,247)	329,343	(15,683)
Japanese Yen	394,537	48,453,144	-	-	(25,327,080)	23,520,601	(1,120,029)
Norwegian Krone	29,492	2,515,389	-	-	(866,074)	1,678,807	(79,943)
Polish Zloty	3,254	690,322	-	-	(309,255)	384,321	(18,301)
Singapore Dollar	44,509	2,251,988	-	-	(1,131,955)	1,164,542	(55,454)
South Korean Won	55,031	8,295,868	-	-	(3,930,990)	4,419,909	(210,472)
Swedish Krona	26,013	6,160,450	-	-	(2,819,491)	3,366,972	(160,332)
Swiss Franc	40,082	15,830,841	-	-	(8,243,918)	7,627,005	(363,191)
Taiwan Dollar	-	481,016	-	-	-	481,016	(22,906)
United States Dollar	325,135,435	397,272,290	-	-	(484,489,286)	237,918,439	(11,329,449)

## 7. Financial Instruments and Associated Risks (continued)

## Foreign Currency Risk (continued)

30 June 2019 (continued)

## Mercer Investment Fund 11

	Net monetary assets and monetary liabilities investments and other assets/liabilities GB£	Non-monetary assets investments and other assets GB£	Hedged unit class exposure GB£	Non-hedged unit class exposure GB£	Forwards GB£	Net exposure GB£	Sensitivity GB£
Australian Dollar	188,810	11,046,991	-	-	(6,254,432)	4,981,369	(237,208)
Brazilian Real	5,483	438,039	-	-	-	443,522	(21,120)
Canadian Dollar	41,731	14,980,797	-	-	(7,853,544)	7,168,984	(341,380)
Danish Krone	31,558	2,512,670	-	-	(1,438,641)	1,105,587	(52,647)
Euro	91,638,922	49,009,416	-	-	(116,964,610)	23,683,728	(1,127,797)
Hong Kong Dollar	46,514	5,705,156	-	-	(3,316,605)	2,435,065	(115,955)
Israeli Shekel	18,071	728,389	-	-	(506,548)	239,912	(11,424)
Japanese Yen	422,119	39,949,818	-	-	(22,299,343)	18,072,594	(860,600)
Norwegian Krone	25,410	2,116,522	-	-	(763,529)	1,378,403	(65,638)
Polish Zloty	7,335	518,758	-	-	(273,313)	252,780	(12,037)
Singapore Dollar	71,110	1,932,868	-	-	(1,152,488)	851,490	(40,547)
South Korean Won	16,517	7,135,755	-	-	(3,512,853)	3,639,419	(173,306)
Swedish Krona	21,806	5,152,498	-	-	(2,456,542)	2,717,762	(129,417)
Swiss Franc	11,592	13,245,414	-	-	(7,283,734)	5,973,272	(284,442)
Taiwan Dollar	-	395,090	-	-	-	395,090	(18,814)
United States Dollar	139,745,349	329,430,516	-	-	(279,583,832)	189,592,033	(9,028,192)

## Mercer Investment Fund 12

	Net monetary assets and monetary liabilities investments and other assets/liabilities GB£	Non-monetary assets investments and other assets GB£	Hedged unit class exposure GB£	Non-hedged unit class exposure GB£	Forwards GB£	Net exposure GB£	Sensitivity GB£
Australian Dollar	101,414	7,530,870	-	-	(4,228,936)	3,403,348	(162,064)
Brazilian Real	3,769	299,562	-	-	-	303,331	(14,444)
Canadian Dollar	40,956	10,188,453	-	-	(5,309,714)	4,919,695	(234,271)
Danish Krone	59,156	1,699,725	-	-	(972,775)	786,106	(37,434)
Euro	57,098,610	33,256,176	-	-	(73,854,659)	16,500,127	(785,720)
Hong Kong Dollar	44,791	3,873,342	-	-	(2,240,818)	1,677,315	(79,872)
Japanese Yen	353,413	27,277,953	-	-	(15,146,025)	12,485,341	(594,540)
Norwegian Krone	17,969	1,419,995	-	-	(517,310)	920,654	(43,841)
Singapore Dollar	32,076	1,345,263	-	-	(779,524)	597,815	(28,467)
South Korean Won	11,547	4,874,049	-	-	(2,371,713)	2,513,883	(119,709)
Swedish Krona	26,528	3,502,202	-	-	(1,663,074)	1,865,656	(88,841)
Swiss Franc	9,526	8,984,239	-	-	(4,921,393)	4,072,372	(193,922)
Taiwan Dollar	-	270,414	-	-	-	270,414	(12,877)
United States Dollar	76,860,599	224,940,697	-	-	(171,092,205)	130,709,091	(6,224,242)



## 7. Financial Instruments and Associated Risks (continued)

## Foreign Currency Risk (continued)

30 June 2019 (continued)

## Mercer Investment Fund 16

	Net monetary assets and monetary liabilities investments and other assets/liabilities US\$	Non-monetary assets investments and other assets US\$	Hedged unit class exposure US\$	Non-hedged unit class exposure US\$	Forwards US\$	Net exposure US\$	Sensitivity US\$
Australian Dollar	131,483	12,387,221	-	-	-	12,518,704	(596,129)
Brazilian Real	47,278	5,025,102	-	-	-	5,072,380	(241,542)
British Pound	17,758,276	29,843,510	-	-	(5,377,567)	42,224,219	(2,010,677)
Canadian Dollar	255,070	18,809,118	-	-	-	19,064,188	(907,818)
Chilean Peso	(78)	544,587	-	-	-	544,509	(25,929)
Colombian Peso	864	224,892	-	-	-	225,756	(10,750)
Danish Krone	4,856	3,476,201	-	-	-	3,481,057	(165,765)
Euro	62,689,182	50,745,896	-	-	(1,079,145)	112,355,933	(5,350,283)
Hong Kong Dollar	306,227	22,313,368	-	-	-	22,619,595	(1,077,124)
Hungarian Forint	8,074	245,802	-	-	-	253,876	(12,089)
Indonesian Rupiah	6,771	1,661,560	-	-	-	1,668,331	(79,444)
Israeli Shekel	18,214	501,949	-	-	-	520,163	(24,770)
Japanese Yen	584,123	41,048,330	-	-	-	41,632,453	(1,982,498)
Malaysian Ringgit	7,318	1,448,601	-	-	-	1,455,919	(69,329)
Mexican Peso	36,138	1,843,025	-	-	-	1,879,163	(89,484)
New Zealand Dollar	1,137	540,837	-	-	-	541,974	(25,808)
Norwegian Krone	39,778	1,411,607	-	-	-	1,451,385	(69,114)
Philippine Peso	438	1,039,637	-	-	-	1,040,075	(49,527)
Polish Zloty	4,963	927,364	-	-	-	932,327	(44,397)
Qatari Riyal	15,688	709,726	-	-	-	725,414	(34,544)
Singapore Dollar	13,677	2,426,719	-	-	-	2,440,396	(116,209)
South African Rand	7,148	4,101,701	-	-	-	4,108,849	(195,659)
South Korean Won	655	9,248,139	-	-	-	9,248,794	(440,419)
Swedish Krona	9,566	4,845,140	-	-	-	4,854,706	(231,176)
Swiss Franc	22,737	14,971,751	-	-	-	14,994,488	(714,023)
Taiwan Dollar	168,425	8,599,792	-	-	-	8,768,217	(417,534)
Thai Baht	57,689	2,093,445	-	-	-	2,151,134	(102,435)
Turkish Lira	919	457,519	-	-	-	458,438	(21,830)
UAE Dirham	-	535,594	-	-	-	535,594	(25,504)

## Unit class hedging

In respect of the unit classes, it is the Sub-Funds' intention, where practicable, to hedge the currency exposure of holders of such classes. The adoption of this strategy may substantially limit holders of these classes from benefiting if the class currencies fall against the base currency of the Sub-Fund and/or against the other currencies in which the assets of the Sub-Funds are denominated. All costs and gains and losses of such hedging transactions will accrue solely to the holders of the hedged unit classes. The strategy is undertaken and managed on behalf of the Sub-Funds by the Investment Manager/Sub-Investment Manager.

In respect of the hedged unit classes, the Investment Manager (or its delegate) will seek to hedge the relevant class currency against any investments held in the Sub-Fund which are denominated in a currency other than the class currency. In relation to Mercer Return Seeking Fund 1, in respect of the hedged unit classes, the Investment Manager (or its delegate) will seek to hedge a percentage of the relevant class currency against any investments held in the Sub-Fund which are denominated in a currency of developed markets (as defined in the Prospectus) other than the class currency.

**7. Financial Instruments and Associated Risks (continued)****Unit class hedging (continued)**

The exchange rate used for the purpose of converting the proceeds of trades in the EUR hedged classes and GBP hedged classes to or from the base currency of the Sub-Fund is likely to be the rate prevailing at the time the necessary currency hedging contracts are put in place which means that this exchange rate risk is borne by those transacting investors rather than by the other investor in the Sub-Funds.

The following details the unit class naming convention:

unit class type - hedged/unhedged – management fee – accumulating/distributing – currency.

The five digit number in the name of the unit class reflects the percentage per annum management fee. Where hedging is applicable, “Hedged” or “H” will appear in the unit class name, otherwise it will be unhedged. Distributing” or “D” will appear in the unit class name to denote a distributing unit class.

**Interest Rate Risk****Interest rate risk profile and sensitivity analysis**

Interest rate risk is defined as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The CCF's interest-bearing financial assets and liabilities expose it to risks associated with the effects of fluctuations in prevailing levels of market interest rates on its financial position and cash flows. Other than Mercer Investment Fund 3 CCF, the Sub-Funds invest some of its assets in equities, CIS and forward foreign currency contracts, none of which pay interest. As a result, the CCF is subject to limited direct risk due to fluctuations in the prevailing levels of market interest rates. Mercer Investment Fund 3 CCF invests in corporate bonds, government bonds, ABS and MBS. Mercer Investment Fund 3 CCF is exposed to interest fluctuations arising in the underlying funds in which it invests given the nature of the portfolio. The interest bearing securities held by the Sub-Funds all earn a fixed interest rate.

The Sub-Funds hold interest bearing securities, the majority of which earn a fixed interest rate, the Sub-Funds listed in the table below hold interest bearing securities that earn fixed and floating interest rates.

	30 June 2020		30 June 2019	
	Fixed	Floating	Fixed	Floating
Mercer Investment Fund 3 CCF	GB£ 997,643,608	GB£ 16,306,767	GB£ 911,153,389	GB£ 21,375,118
Mercer Investment Fund 10	GB£ 1,282,886,696	GB£ 16,180,547	GB£ 1,224,798,678	GB£ 22,995,214
Mercer Investment Fund 11	GB£ 528,174,113	GB£ 8,194,698	GB£ 504,695,745	GB£ 11,660,616
Mercer Investment Fund 12	GB£ 276,411,331	GB£ 5,021,908	GB£ 264,775,940	GB£ 7,096,975
Mercer Investment Fund 16	US\$ 403,154,264	US\$ 18,296,210	US\$ 235,954,140	US\$ 12,081,537

The tables on the following pages summarises the interest rate sensitivity of each relevant Sub-Fund's exposure to interest rate risks. It includes each relevant Sub-Fund's assets and trading liabilities at fair values, categorised by the earlier of contractual re-pricing or maturity dates.

The Sub-Funds not mentioned below are mainly investing in non-interest bearing assets or its investments have a very short time to maturity. As a result, those Sub-Funds are not subject to significant amounts of risk due to fluctuations in the prevailing level of market interest rates.

The sensitivity analysis reflects how net assets attributable to holders of redeemable participating units/equity holders would have been affected by changes in the relevant risk variable that were reasonably possible at the reporting date.

The AIFM, on behalf of the CCF, has determined that a fluctuation in yield of 25 bps is reasonably possible, considering the economic environment in which the Sub-Funds operate. The table below sets out the effect on the Sub-Funds' net assets attributable to holders of redeemable participating units/equity holders of a reasonably possible reduction of 25 bps in yield at 30 June 2020. An increase in yield of the same amount would have resulted in a roughly equal but opposite effect to the amounts shown. The impact of such an increase or reduction has been estimated by calculating the fair value changes of the fixed-interest debt securities and other fixed-interest bearing assets less liabilities and derivatives. This impact is primarily from the change in the fair value of fixed income securities. This analysis assumes that all other variables, in particular foreign currency rates, remain constant.

## 7. Financial Instruments and Associated Risks (continued)

## Interest Rate Risk (continued)

## Interest rate risk profile and sensitivity analysis (continued)

## As at 30 June 2020

	Ccy	< 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	> 5 Years	Non-Interest Bearing	Net Assets	(%)*	Effective Duration (Years)
Mercer Investment Fund 3 CCF	GB£	141,117,001	(96,060,410)	(264,392,774)	(21,092,745)	990,558,974	331,493,207	1,081,623,253	5.60	22.39
Mercer Investment Fund 5 CCF	€	617,148	-	-	-	-	552,888,533	553,505,681	0.26	1.03
SH Pension Investment Fund	SEK	65,710	-	-	-	-	3,991,186,572	3,991,252,282	0.56	2.25
Mercer Investment Fund 10	GB£	564,633,397	-	16,733,834	178,355,701	1,103,977,708	1,487,438,611	3,351,139,251	4.26	17.06
Mercer Investment Fund 11	GB£	403,902,077	-	6,055,577	81,029,575	449,283,659	991,675,116	1,931,946,004	4.25	17.01
Mercer Investment Fund 12	GB£	294,336,498	-	2,561,852	46,426,639	232,444,748	647,830,008	1,223,599,745	4.86	19.44
Mercer Investment Fund 16	US\$	1,082,375,688	-	2,816,738	111,925,204	306,988,485	8,027,485	1,512,133,600	0.55	2.18

## As at 30 June 2019

	Ccy	< 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	> 5 Years	Non-Interest Bearing	Net Assets	(%)*	Effective Duration (Years)
Mercer Investment Fund 3 CCF	GB£	(43,719,872)	(55,278,450)	(120,133,220)	23,004,576	909,867,388	353,246,138	1,066,986,560	4.42	17.67
Mercer Investment Fund 10	GB£	20,951,864	1,802,070	12,550,551	160,027,939	1,073,413,332	1,857,928,954	3,126,674,710	4.03	16.10
Mercer Investment Fund 11	GB£	9,635,132	625,280	4,915,059	69,137,455	441,678,566	1,272,467,382	1,798,458,874	3.64	14.55
Mercer Investment Fund 12	GB£	6,595,065	271,705	2,506,427	38,107,516	230,987,267	819,678,342	1,098,146,322	4.21	16.86
Mercer Investment Fund 16	US\$	14,757,702	-	1,775,637	56,728,133	189,545,934	580,398,699	843,206,105	0.53	2.13

\*Impact of 25bps decrease in interest rates on NAV.

## Valuation Techniques

The fair value of the instruments that are not traded in an active market (for example, OTC derivatives) is estimated using valuation techniques, including use of recent arm's length market transactions, reference to the current fair value or another investment that is substantially the same, discounted cash flow techniques, option pricing models or any other valuation technique that provide a reliable estimate or prices obtained in actual market transactions.

Where the discounted cash flow techniques are used, estimated future cash flows are based on management's best estimate and the discount rate used is a market rate at the reporting date applicable for an instrument with similar terms and conditions. Where other pricing models are used, inputs are based on market data at the reporting date. Fair values for unquoted equity instruments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded are estimated at the amount that the Sub-Funds would receive or pay to terminate the contract at the reporting date taking into account current market conditions and the creditworthiness of the counterparties.

Financial assets include investments in CIS. The fair value of such assets is based on the underlying fund administrator's calculation of the NAV per unit (market value of the fund's assets less liabilities divided by the number of units) which will be the latest bid price published by the CIS, taking into account any adjustments that may be required to account for illiquidity, low trading volumes or any such factors that may indicate that the bid price may not be fair value. The fair value of any investments in closed-ended investment funds is based on the bid prices available on the principal market for such security at the valuation date taking into account any adjustments that may be required to account for illiquidity, low trading volumes or any such factors that may indicate that the bid price may not be fair value. There were no adjustments or discounts applied in the valuation of any of the underlying investments in such CIS.

## 7. Financial Instruments and Associated Risks (continued)

### Valuation Techniques (continued)

#### Fair Value of Financial Assets and Liabilities

Securities, CIS and FDIs are held at FVTPL. All other assets and financial liabilities are stated at amortised cost, which approximates fair value with the exception of redeemable participating units which are stated at their redemption amount.

IFRS 13 requires the Sub-Funds to classify assets and liabilities in a fair value hierarchy that reflects the significance of the inputs used in making the measurements. IFRS 13 establishes a fair value hierarchy that prioritises the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under IFRS 13 are as follows:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (that is, as prices) or indirectly (that is, derived from prices);

Level 3 - Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The use of valuation techniques for Level 3 investments involve consideration of whether discounts or premiums, if any, are to be applied to the NAV of the underlying collective investment scheme.

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes observable requires significant judgement by the AIFM. The AIFM considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

For each class of assets and liabilities not measured at fair value in the Statement of Financial Position but for which fair value is disclosed, IFRS 13 requires the Sub-Funds to disclose the level within the fair value hierarchy which the fair value measurement would be categorised and a description of the valuation technique and inputs used in the technique.

The financial instruments not measured at FVTPL are short-term financial assets and financial liabilities whose carrying amounts approximate fair value, because of their short-term nature and, for the financial assets, high credit quality of counterparties.

Cash and cash equivalents include deposits held with banks and other short-term investments in an active market and they are categorised as Level 1.

Repurchase agreements and reverse repurchase agreements are categorised as Level 2.

Receivable for investments sold and other receivables include the contractual amounts for settlement of trades and other obligations due to the Sub-Funds. Payable for investments sold and other payables represent the contractual amounts and obligations due by the Sub-Funds for settlement of trades and expenses. All receivable and payable balances are categorised as Level 2.

The puttable value of redeemable units is calculated based on the net difference between total assets and all other liabilities of each Sub-Fund in accordance with the Sub-Funds offering memorandum. A demand feature is attached to these units, as they are redeemable at the holders' option and can be put back to the Sub-Funds at any dealing date for cash equal to a proportionate unit of the Sub-Funds NAV attributable to the unit class. The fair value is based on the amount payable on demand. As such, Level 2 is deemed to be the most appropriate categorisation for net assets attributable to holders of redeemable units/equity holders.

**7. Financial Instruments and Associated Risks (continued)****Fair Value Hierarchy**

The financial instruments at 30 June 2020 and 30 June 2019 are classified as follows:

	<b>Level</b>
Equities	1
CIS	2
Corporate bonds	2
ABS	2
Government bonds	2
MBS	2
Futures contracts	1
Open forward foreign currency contracts	2
Rights	2
Warrants	2
IRS	2
Options purchased	2
Options written	2
TRS	2

The following table details the exceptions to the above classifications at 30 June 2020.

<b>Sub-Fund</b>	<b>Investment Type</b>	<b>30 June 2020 Level</b>	<b>30 June 2020 Fair Value</b>
Mercer Return Seeking Fund 1	Equity	2	€ 269,333
Mercer Fundamental Indexation Global Equity CCF	Equity	2	US\$ 1,834,939
Mercer Passive Global Equity CCF	Equity	2	US\$ 381,638
Mercer Investment Fund 2	CIS	1	€ 51,743
	Equity	2	€ 14,166,688
Mercer Investment Fund 10	Equity	2	GB£ 70,296
Mercer Investment Fund 11	Equity	2	GB£ 43,593
Mercer Investment Fund 12	Equity	2	GB£ 29,146
Mercer Investment Fund 16	Equity	2	US\$ 156,883

The following investments have been classified as Level 2 as they have been suspended from the exchange on which they traded:

<b>Sub-Fund</b>	<b>Security</b>	<b>Investment Type</b>	<b>30 June 2020 Level</b>	<b>30 June 2020 Fair Value</b>
Mercer Return Seeking Fund 1	NMC Health	Equity	2	€ 43,989
	Wheelock & Co	Equity	2	€ 225,344
Mercer Fundamental Indexation Global Equity CCF	Wheelock & Co	Equity	2	US\$ 1,834,939
Mercer Passive Global Equity CCF	NMC Health	Equity	2	US\$ 57,360
	Wheelock & Co	Equity	2	US\$ 324,278

## 7. Financial Instruments and Associated Risks (continued)

## Fair Value Hierarchy (continued)

Sub-Fund	Security	Investment Type	30 June 2020 Level	30 June 2020 Fair Value
Mercer Investment Fund 2	Achillion Pharmace	Equity	2	-
	Elanco Animal Health	Equity	2	-
	TRS Media General	Equity	2	-
	Newsstar Financial	Equity	2	-
Mercer Investment Fund 10	SillaJen	Equity	2	GB£ 6,285
	Wheelock & Co	Equity	2	GB£ 64,011
Mercer Investment Fund 11	SillaJen	Equity	2	GB£ 5,186
	Wheelock & Co	Equity	2	GB£ 38,407
Mercer Investment Fund 12	SillaJen	Equity	2	GB£ 3,541
	Wheelock & Co	Equity	2	GB£ 25,604
Mercer Investment Fund 16	NMC Health	Equity	2	US\$ 14,517
	Wheelock & Co	Equity	2	US\$ 142,366

The following table details the exceptions to the above classifications at 30 June 2019.

Sub-Fund	Investment Type	30 June 2019 Level	30 June 2019 Fair Value
Mercer Passive Global Equity CCF	Equity	2	-
Mercer Return Seeking Fund 1	Equity	2	-
Mercer Investment Fund 2	Equity	2	US\$ 1,883
Mercer Investment Fund 10	Equity	2	GB£ 674
Mercer Investment Fund 11	Equity	2	GB£ 549
Mercer Investment Fund 12	Equity	2	GB£ 374

## Transfers between levels

Transfers between levels of the fair value hierarchy occur each time when the pricing source or methodology used to price an investment changes which triggers a change in level as defined under IFRS 13. For financial reporting purposes transfers are deemed to have occurred at the end of the financial year.

Transfers occurred between Level 1 and Level 2 at the financial year ended 30 June 2020, as a result of a change in classification rules from Level 1 to Level 2 for Limited Partnership investments and for certain investments that were priced using the last traded price in a market that has been inactive for a significant period of time.

Transfers occurred between Level 2 and Level 1 at the financial year ended 30 June 2020, as a result of a change in classification rules from Level 2 to Level 1 for preferred stock.

Details of these transfers are in the table below.

Sub-Fund	Transfer	30 June 2020 Fair value	30 June 2019 Fair Value
Mercer Return Seeking Fund 1	L1 to L2	€ 681,605	-
Mercer Fundamental Indexation Global Equity CCF	L1 to L2	US\$ 1,834,939	-
Mercer Passive Global Equity CCF	L1 to L2	US\$ 381,638	-
Mercer Investment Fund 2	L1 to L2	€ 14,164,553	-
Mercer Investment Fund 10	L1 to L2	GB£ 70,296	-
	L2 to L1	GB£ 1,079	-
Mercer Investment Fund 11	L1 to L2	GB£ 43,593	-
	L2 to L1	GB£ 879	-
Mercer Investment Fund 12	L1 to L2	GB£ 29,146	-
	L2 to L1	GB£ 600	-
Mercer Investment Fund 16	L1 to L2	US\$ 156,883	-

**7. Financial Instruments and Associated Risks (continued)****Transfers between levels (continued)**

The were no securities classified as Level 3 as at 30 June 2020 or 30 June 2019, as a result no movement in the fair value of financial instruments categorised within Level 3 is presented.

**Emerging Markets Risk**

The Sub-Funds invest in equity investments domiciled in emerging markets\* and CIS investing in emerging markets. It should be appreciated that liquidity and settlement risks may not provide the same degree of Unitholder protection or information to investors as would generally apply internationally.

*\*means those countries set out in the Morgan Stanley Capital International Emerging Markets Index, the JP Morgan Emerging Market Bond Index and/or such other markets as the Directors of the AIFM may from time to time determine.*

**Leverage Risk**

The Sub-Funds each have leverage limits up to a maximum % of the NAV, based on both the gross method and commitment method, as required under AIFMD Level 2, as detailed in the table below.

Leverage on a gross exposure basis is calculated by taking the sum of the exposures of all positions held within a Sub-Fund, without applying netting or hedging arrangements, and is expressed as a percentage of the NAV. Leverage on a net or commitment basis, is calculated by taking the absolute value of all positions held within a Sub-Fund after applying hedging and netting arrangements and is expressed as a percentage of the NAV.

The following table details the leverage limits under the Gross and Commitment approaches as well as the leverage calculated under both the Gross and the Commitment approaches as at 30 June 2020 and 30 June 2019.

<b>30 June 2020</b>	<b>Max Gross Approach %</b>	<b>Gross % NAV</b>	<b>Max Commitment Approach %</b>	<b>Commitment % NAV</b>
Mercer Return Seeking Fund 1	300	100.70	300	101.26
Mercer Fundamental Indexation Global Equity CCF	300	101.42	300	102.67
Mercer Passive Global Equity CCF	300	103.31	300	104.18
Mercer Investment Fund 2	400	99.05	300	99.97
Mercer Investment Fund 3 CCF	600	257.45	600	198.50
Mercer Investment Fund 5 CCF	600	100.00	600	100.00
SH Pension Investment Fund	300	100.00	300	100.00
Mercer Investment Fund 10	600	114.66	600	100.13
Mercer Investment Fund 11	600	111.90	600	100.18
Mercer Investment Fund 12	600	108.63	600	97.95
Mercer Investment Fund 16	200	108.83	200	102.39

  

<b>30 June 2019</b>	<b>Max Gross Approach %</b>	<b>Gross % NAV</b>	<b>Max Commitment Approach %</b>	<b>Commitment % NAV</b>
Mercer Return Seeking Fund 1	300	100.17	300	100.57
Mercer Fundamental Indexation Global Equity CCF	300	102.44	300	102.80
Mercer Passive Global Equity CCF	300	100.90	300	101.96
Mercer Investment Fund 2	400	99.10	300	100.07
Mercer Investment Fund 3 CCF	600	189.48	600	194.49
Mercer Investment Fund 5 CCF	300	100.00	300	100.00
SH Pension Investment Fund	300	100.00	300	100.00
Mercer Investment Fund 10	600	134.08	600	99.30
Mercer Investment Fund 11	600	130.12	600	99.72
Mercer Investment Fund 12	600	133.16	600	102.74
Mercer Investment Fund 16	200	108.75	200	101.30



## 7. Financial Instruments and Associated Risks (continued)

### Brexit and associated risks

The United Kingdom (UK) held a referendum on 23 June 2016 at which the electorate voted to leave the European Union (EU). After 3 years of negotiations a withdrawal agreement has now been ratified by both the European and the UK Parliament and the UK formally left the EU (Brexit) on the 31 January 2020. What exists now is a transition period during which EU law continues to apply to the UK as if it were a member state (temporary permissions regime) and the aim is for the EU and the UK to negotiate a trade deal during this period. The transition period is scheduled to end on the 31 December 2020 at which point the UK will either start a new relationship with the EU or exit without a trade deal. Until a formal trade deal is agreed, there remains uncertainty as to the UK's future economic and political relationship with the EU (and with other non-EU countries by agreement). This uncertainty is likely to generate further global currency and asset price volatility. This could result in negatively impacting the returns of the Sub-Funds of the CCF and their investments. Ongoing uncertainty could adversely impact the general economic outlook and as such, could impact negatively on the ability of the Sub-Funds and their investments to execute their strategies effectively. In addition increased costs to the CCF may be incurred. It is possible that there will be more divergence between UK and EU regulations post-Brexit, limiting what cross-border financial services can take place. The nature and extent of the impact of any Brexit related changes impacting the provision of financial services are uncertain, but may be significant.

### Coronavirus (“COVID-19”)

Since the start of January 2020, global financial markets have been monitoring and reacting to the novel coronavirus (2019-nCoV) that is believed to have originated in Wuhan, China. On 11 March 2020 the World Health Organisation (“WHO”) officially declared the COVID-19 outbreak a pandemic. As of end-October 2020, approximately 48 million cases of COVID-19 have been reported, including over 1.2 million deaths. The virus has spread across the globe, with major outbreaks across almost every continent, resulting in a significant worldwide slowdown in economic activity. Widespread restrictions are in place in many countries, limiting the ability of people to travel, socialise and leave their homes. Global financial markets initially reacted sharply to this news, with concerns regarding the economic impact this may have on a global scale. While some sectors have since recovered, the number of people infected by the virus continues to grow meaning the full impact on the global economy and markets is not yet known. This long term impact will largely depend upon the scale and the duration of the outbreak.

The AIFM and Investment Manager both enacted their business continuity plans in March 2020 and at present continue to, where possible, work from home. They have had a Core Crisis Management Team in place from the initial stages of the outbreak that have successfully implemented activities to mitigate the impact of COVID-19 across their operations. In keeping with their Risk Management Framework, the AIFM and Investment Manager have rigorous policies and procedures in place to continuously monitor operations performance covering both internal operations and that of their delegates. The AIFM, Investment Manager and other delegates have remained operationally effective during the crisis.

While the long-term impact of COVID-19 on the CCF will take longer to assess and quantify, the Investment Manager, AIFM and other delegates continue to monitor this situation closely.

### Legal, Tax and Regulatory Risk

Legal, tax and regulatory changes could occur during the duration of the Sub-Funds which may adversely affect the Sub-Funds. See Note 6 to the financial statements for details of taxation.

### Taxation in the People’s Republic of China (“PRC”)\*

PRC withholding tax has been enforced on payment of dividends and interest to Qualified Foreign Institutional Investors (“QFIIs”) from PRC listed companies at the rate of 10%. However, PRC tax authorities have generally not sought to collect such withholding tax to date on capital gains realised by QFIIs on selling of A-Units although withholding tax is legally applicable to such capital gains. There is a risk that the PRC tax authorities would seek to collect this tax on capital gains realised by QFIIs on sales of A-Units, on a retrospective basis, without giving any prior warning. In such a case, the Sub-Funds might be adversely impacted.

*\*Tax Risk Disclaimer for Mercer Return Seeking Fund 1, Mercer Fundamental Indexation Global Equity CCF, Mercer Passive Global Equity CCF, Mercer Investment Fund 2, Mercer Investment Fund 10, Mercer Investment Fund 11, Mercer Investment Fund 12 and Mercer Investment Fund 16.*



**8. Interest income at EIR on financial assets carried at amortised cost**

The following table details the Sub-Funds with interest income calculated using the effective interest method ("EIR") at 30 June 2020:

	<b>Mercer Return Seeking Fund 1 €</b>	<b>Mercer Fundamental Indexation Global Equity CCF US\$</b>	<b>Mercer Passive Global Equity CCF US\$</b>	<b>Mercer Investment Fund 2 €</b>	<b>Mercer Investment Fund 3 CCF GB£</b>	<b>Mercer Investment Fund 5 CCF €</b>
Interest income calculated using the EIR:						
- Cash and cash equivalents	33,964	93,702	197,871	815,426	4,886	623
- Broker balances/collateral balances	29,745	24,509	30,511	5,377	273	-
- Reverse repurchase agreements	-	-	-	-	2,192,652	-
	<u>63,709</u>	<u>118,211</u>	<u>228,382</u>	<u>820,803</u>	<u>2,197,811</u>	<u>623</u>
Total interest income calculated using the EIR						
			<b>Mercer Investment Fund 10 GB£</b>	<b>Mercer Investment Fund 11 GB£</b>	<b>Mercer Investment Fund 12 GB£</b>	<b>Mercer Investment Fund 16 US\$</b>
Interest income calculated using the EIR:						
- Cash and cash equivalents			48,616	33,679	21,844	83,846
- Broker balances/collateral balances			832	1,013	650	55,371
			<u>49,448</u>	<u>34,692</u>	<u>22,494</u>	<u>139,217</u>
Total interest income calculated using the EIR						

**8. Interest income at EIR on financial assets carried at amortised cost (continued)**

The following table details the Sub-Funds with interest income calculated using EIR at 30 June 2019:

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£
Interest income calculated using the EIR:					
- Cash and cash equivalents	53,827	131,250	430,225	19,271,546	3,088
- Broker balances/collateral balances	21,641	18,852	53,898	7,525	-
- Reverse repurchase agreements	-	-	-	-	892,086
Total interest income calculated using the EIR	75,468	150,102	484,123	19,279,071	895,174
	SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	Mercer Investment Fund 16* US\$
Interest income calculated using the EIR:					
- Cash and cash equivalents	891,493	88,222	56,483	30,677	68,459
- Broker balances/collateral balances	-	5,106	8,008	2,113	12,380
Total interest income calculated using the EIR	891,493	93,328	64,491	32,790	80,839

\*This Sub-Fund launched during the financial year ended 30 June 2019.

**9. Net income from financial instruments at FVTPL**

The following table details the amounts of Net income from financial instruments at FVTPL at 30 June 2020:

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
Net income from financial instruments at FVTPL is composed of the following:						
- Interest income	-	60	-	-	8,414,362	-
- Dividend income	48,344,600	29,353,001	55,491,375	205,571,288	99,227	-
- Net gains and losses	(39,624,316)	(23,961,440)	(42,073,045)	(52,157,749)	106,758,561	5,376,076
Total net income from financial instruments at FVTPL	8,720,284	5,391,621	13,418,330	153,413,539	115,272,150	5,376,076

**9. Net income from financial instruments at FVTPL (continued)**

	SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	Mercer Investment Fund 16 US\$
Net income from financial instruments at FVTPL is composed of the following:					
- Interest income	-	43,855,300	17,589,507	8,953,879	9,694,836
- Dividend income	302,126	11,944,486	9,445,145	6,760,889	18,152,159
- Net gains and losses	209,059,949	337,513,193	161,849,027	117,160,734	54,569,926
Total net income from financial instruments at FVTPL	209,362,075	393,312,979	188,883,679	132,875,502	82,416,921

The following table details the amounts of Net income from financial instruments at FVTPL at 30 June 2019:

	Mercer Return Seeking Fund 1 €	Mercer Fundamental Indexation Global Equity CCF US\$	Mercer Passive Global Equity CCF US\$	Mercer Investment Fund 2 €	Mercer Investment Fund 3 CCF GB£	Mercer Investment Fund 5 CCF €
Net income from financial instruments at FVTPL is composed of the following:						
- Interest income	4,216	1,236	6,129	1,680	16,372,534	-
- Dividend income	50,151,169	36,009,288	67,932,270	204,902,212	62,315	-
- Net gains and losses	83,847,671	(8,901,928)	28,196,895	290,847,431	63,516,115	27,899,739
Total net income from financial instruments at FVTPL	134,003,056	27,108,596	96,135,294	495,751,323	79,950,964	27,899,739

	SH Pension Investment Fund SEK	Mercer Investment Fund 10 GB£	Mercer Investment Fund 11 GB£	Mercer Investment Fund 12 GB£	Mercer Investment Fund 16 US\$
Net income from financial instruments at FVTPL is composed of the following:					
- Interest income	-	43,694,200	16,405,178	7,826,691	2,692,084
- Dividend income	-	13,333,014	10,975,669	7,552,103	6,268,152
- Net gains and losses	163,362,371	225,417,713	125,993,839	82,471,921	50,193,325
Total net income from financial instruments FVTPL	163,362,371	282,444,927	153,374,686	97,850,715	59,153,561

**10. Debtors and creditors**

All debtors and creditors amounts fall due within one financial year.

**11. Unit capital**

The rights attaching to units issued in the CCF or any Sub-Fund or class may be varied or abrogated provided, of the Unitholders in the CCF or the relevant Sub-Fund or class in question responding to a request for confirmation, at least 50% of written responses, by NAV, consent to the variation or abrogation, provided always that the rights conferred upon the holders of units in the CCF or any Sub-Fund or class which have been issued with other rights shall not, unless otherwise expressly provided by the terms of issue of Units in the CCF or relevant Sub-Fund or class be deemed to be varied by the creation or issue of further units ranking *pari passu* therewith.

The CCF does not have any externally imposed capital requirements.

The following details the unit class naming convention:

unit class type - hedged/unhedged - management fee - accumulating/distributing - currency.

The five digit number in the name of the unit class reflects the percentage per annum management fee. Where hedging is applicable, "Hedged" or "H" will appear in the unit class name, otherwise it will be unhedged. Distributing" or "D" will appear in the unit class name to denote a distributing unit class.

**Swing pricing and anti-dilution levy**

To enable a Sub-Fund to recover the cost of investing Sub-Fund assets upon an investor's subscription for units and the cost of liquidating Sub-Fund assets upon a Unitholder's redemption of units and to preserve the value of the assets of the relevant Sub-Fund, each Unitholder may be subject to swing pricing or an anti-dilution levy of up to 3% of the subscription proceeds or redemption proceeds. In calculating the swing pricing, the NAV of a Sub-Fund is swung by a "swing factor", the Directors of the AIFM may, in respect of net redemptions, adjust downward the NAV per Unit and may also, in respect of net subscriptions, adjust upward the NAV per Unit. The Administrator will calculate the NAV for the relevant Sub-Fund and then adjust ("swing") the NAV by a pre-determined amount. The direction of the swing will depend on whether there are net subscriptions or redemptions in the relevant Sub-Fund on the relevant dealing day, while the magnitude of the swing will be based on pre-determined estimates of the average trading costs in the relevant asset class(es) in which the Sub-Fund is invested. The Net assets attributable to holders of redeemable participating units is inclusive of any swing adjustments applied to the Sub-Funds.

An anti-dilution levy, if applicable, would be paid to the Sub-Fund for the benefit of all Unitholders and would not be paid to the AIFM or Investment Manager. The anti-dilution levy is deducted from subscription proceeds and will correspondingly reduce the number of units purchased by the investor or will be deducted from redemption proceeds and will correspondingly reduce the amounts received by a Unitholder upon redeeming its units from the Sub-Fund. Proceeds from redeemable participating units are inclusive of anti-dilution charges.

**Units in issue**

All proceeds from redeemable participating units issued and payments for redeemable participating units redeemed are shown in the base currency of the Sub-Fund.

**30 June 2020**

Mercer Return Seeking Fund 1	Class M-1 CAD	Class M-1 €	Class M-1 € Hedged	Class M-4 €	Class M-4 € Hedged	Class M-5 €
Units in issue as at 30 June 2019	3,201,683	1,190,475	3,670,101	3,325,820	8,048,432	132,916
Units issued during the financial year	512	183,082	624,774	120,945	310,058	2,944
Units redeemed during the financial year	(110,987)	(94,590)	(302,557)	(95,369)	(129,738)	(4,014)
Units in issue as at 30 June 2020	3,091,208	1,278,967	3,992,318	3,351,396	8,228,752	131,846
	€	€	€	€	€	€
Proceeds from redeemable participating units issued	36,524	40,087,548	65,284,944	20,983,303	32,536,365	441,686
Payment for redeemable participating units redeemed	(9,100,143)	(20,479,637)	(31,527,325)	(16,437,753)	(13,871,561)	(596,973)

**11. Unit capital (continued)**
**Units in issue (continued)**
**30 June 2020 (continued)**

<b>Mercer Return Seeking Fund 1 (continued)</b>	<b>Class M-5 € Hedged</b>					
Units in issue as at 30 June 2019	277,091					
Units issued during the financial year	5,781					
Units redeemed during the financial year	(4,025)					
Units in issue as at 30 June 2020	278,847					
	<b>€</b>					
Proceeds from redeemable participating units issued	610,380					
Payment for redeemable participating units redeemed	(430,775)					
<b>Mercer Fundamental Indexation Global Equity CCF</b>	<b>Class M-1 € Hedged</b>	<b>Class* M-1 £</b>	<b>Class M-1 £ Hedged</b>	<b>Class M-2 £</b>	<b>Class M-2 £ Hedged</b>	<b>Class** M-2 SEK</b>
Units in issue as at 30 June 2019	2,001,270	38,738	2,003,930	178,586	1,890,134	355,506
Units issued during the financial year	838,795	3,160	1,117,016	59,505	1,014,391	190,473
Units redeemed during the financial year	(586,821)	(37,366)	(2,036,002)	(70,509)	(1,944,690)	(355,922)
Units transferred between classes during the financial year	11,089	(4,532)	5,862	-	-	-
Units in issue as at 30 June 2020	2,264,333	-	1,090,806	167,582	959,835	190,057
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Proceeds from redeemable participating units issued	141,244,948	708,897	202,819,400	12,385,920	180,991,619	19,621,179
Payment for redeemable participating units redeemed	(100,842,425)	(8,745,725)	(364,409,358)	(15,423,882)	(349,553,277)	(42,825,032)
<b>Mercer Fundamental Indexation Global Equity CCF (continued)</b>	<b>Class M-3 €</b>	<b>Class M-3 € Hedged</b>	<b>Class M-3 £ Hedged</b>	<b>Class M-4 £ Hedged</b>	<b>Class M-6 €</b>	<b>Class*** A13-H-0.3200 €</b>
Units in issue as at 30 June 2019	310,821	838,317	212,102	133,648	25,287	61,679
Units issued during the financial year	462,984	198,234	128,309	39,928	922	23
Units redeemed during the financial year	(256,535)	(379,213)	(171,543)	(150,697)	(840)	(61,702)
Units transferred between classes during the financial year	(11,227)	-	-	-	-	-
Units in issue as at 30 June 2020	506,043	657,338	168,868	22,879	25,369	-
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Proceeds from redeemable participating units issued	77,862,202	28,644,439	21,764,186	6,916,410	106,963	2,524
Payment for redeemable participating units redeemed	(43,905,505)	(56,223,517)	(29,749,532)	(25,894,686)	(105,618)	(5,755,038)

\*The unit class terminated during the financial year ended 30 June 2020.

\*\*The unit class terminated and re-launched during the financial year ended 30 June 2020.

\*\*\*The unit class terminated during the financial year ended 30 June 2020.

**11. Unit capital (continued)**

**Units in issue (continued)**

**30 June 2020 (continued)**

<b>Mercer Fundamental Indexation Global Equity CCF (continued)</b>	<b>Class*/*** A18-H-0.6200 £</b>	<b>Class* A13-H-0.3200 € IE-6</b>	<b>Class* A18-0.6000 £ GB-6</b>	<b>Class* A18-H-0.6200 £ GB-6</b>		
Units in issue as at 30 June 2019	-	-	-	-		
Units issued during the financial year	72,002	50,848	71,954	66,293		
Units redeemed during the financial year	(17)	(26,670)	-	-		
Units transferred between classes during the financial year	(71,985)	-	-	76,150		
Units in issue as at 30 June 2020	-	24,178	71,954	142,443		
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>		
Proceeds from redeemable participating units issued	9,503,086	5,579,082	8,810,834	8,374,172		
Payment for redeemable participating units redeemed	(411,816)	(3,237,497)	-	-		
<b>Mercer Passive Global Equity CCF</b>	<b>Class M-1 £</b>	<b>Class M-1 £ Hedged</b>	<b>Class M-2 £</b>	<b>Class M-2 £ Hedged</b>	<b>Class M-2 €</b>	<b>Class M-2 € Hedged</b>
Units in issue as at 30 June 2019	237,832	1,475,685	513,642	411,741	1,142,350	2,968,654
Units issued during the financial year	12,081	510,835	68,061	18,984	153,619	183,574
Units redeemed during the financial year	(32,456)	(947,483)	(269,757)	(266,193)	(240,663)	(745,369)
Units transferred between classes during the financial year	-	50,618	(41,762)	-	-	-
Units in issue as at 30 June 2020	217,457	1,089,655	270,184	164,532	1,055,306	2,406,859
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Proceeds from redeemable participating units issued	2,873,993	93,671,469	14,872,646	3,302,219	28,605,853	27,712,080
Payment for redeemable participating units redeemed	(8,483,053)	(179,814,271)	(66,865,646)	(49,191,015)	(47,313,818)	(121,495,717)
<b>Mercer Passive Global Equity CCF (continued)</b>	<b>Class M-3 £</b>	<b>Class M-3 £ Hedged</b>	<b>Class M-3 €</b>	<b>Class M-3 € Hedged</b>	<b>Class M-6 £</b>	<b>Class M-6 € Hedged</b>
Units in issue as at 30 June 2019	125,549	114,443	8,674	42,934	145,841	499,570
Units issued during the financial year	24,889	90,779	14	8,297	57,428	160,701
Units redeemed during the financial year	(63,782)	(61,387)	(3,816)	(22,059)	(49,549)	(146,365)
Units in issue as at 30 June 2020	86,656	143,835	4,872	29,172	153,720	513,906
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Proceeds from redeemable participating units issued	6,180,248	16,802,782	2,583	1,135,836	8,779,728	22,386,591
Payment for redeemable participating units redeemed	(15,326,538)	(11,565,740)	(653,184)	(3,169,280)	(6,975,055)	(21,662,047)

\*The unit class terminated during the financial year ended 30 June 2020.

\*\*The unit class terminated and re-launched during the financial year ended 30 June 2020.

\*\*\*The unit class terminated during the financial year ended 30 June 2020.

**11. Unit capital (continued)**
**Units in issue (continued)**
**30 June 2020 (continued)**

<b>Mercer Passive Global Equity CCF (continued)</b>	<b>Class M-7 € Hedged</b>	<b>Class M-8 € Hedged</b>	<b>Class M-9 € Hedged</b>	<b>Class M-10 € Hedged</b>	<b>Class M-14 € Hedged</b>	<b>Class Z-1 £</b>
Units in issue as at 30 June 2019	339,461	1,134,245	1,164,520	2,624,147	399,717	1,341,318
Units issued during the financial year	44,553	199,323	107,569	194,265	597,986	185,762
Units redeemed during the financial year	(48,858)	(237,285)	(180,495)	(560,239)	(53,064)	(1,292,319)
Units in issue as at 30 June 2020	335,156	1,096,283	1,091,594	2,258,173	944,639	234,761
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Proceeds from redeemable participating units issued	6,096,481	29,451,654	15,505,213	24,449,431	79,493,144	38,008,819
Payment for redeemable participating units redeemed	(7,432,645)	(34,849,381)	(27,857,461)	(81,680,579)	(7,612,559)	(255,783,947)
<b>Mercer Passive Global Equity CCF (continued)</b>	<b>Class* Z-1 £ Hedged</b>					
Units in issue as at 30 June 2019	1,099,021					
Units issued during the financial year	-					
Units redeemed during the financial year	(1,099,021)					
Units in issue as at 30 June 2020	-					
	<b>US\$</b>					
Proceeds from redeemable participating units issued	-					
Payment for redeemable participating units redeemed	(181,910,129)					
<b>Mercer Investment Fund 2</b>	<b>Class M-1 €</b>					
Units in issue as at 30 June 2019	56,663,150					
Units issued during the financial year	8,438,069					
Units redeemed during the financial year	-					
Units in issue as at 30 June 2020	65,101,219					
	<b>€</b>					
Proceeds from redeemable participating units issued	1,377,032,791					
Payment for redeemable participating units redeemed	-					

\*The unit class terminated during the financial year ended 30 June 2020.

## 11. Unit capital (continued)

## Units in issue (continued)

## 30 June 2020 (continued)

Mercer Investment Fund 3 CCF	Class M-2 £
Units in issue as at 30 June 2019	8,212,230
Units issued during the financial year	3,663
Units redeemed during the financial year	(689,159)

Units in issue as at 30 June 2020	7,526,734
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## GB£

Proceeds from redeemable participating units issued	497,809
Payment for redeemable participating units redeemed	(96,500,000)

Mercer Investment Fund 5 CCF	Class M-1 €
Units in issue as at 30 June 2019	4,398,693
Units issued during the financial year	317,367
Units redeemed during the financial year	(307,072)

Units in issue as at 30 June 2020	4,408,988
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## €

Proceeds from redeemable participating units issued	39,447,537
Payment for redeemable participating units redeemed	(38,216,181)

SH Pension Investment Fund	Class M-1 SEK
Units in issue as at 30 June 2019	4,236,946
Units issued during the financial year	-
Units redeemed during the financial year	(558,296)

Units in issue as at 30 June 2020	3,678,650
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## SEK

Proceeds from redeemable participating units issued	-
Payment for redeemable participating units redeemed	(599,000,000)



## 11. Unit capital (continued)

## Units in issue (continued)

## 30 June 2020 (continued)

Mercer Investment Fund 10	Class M-1 £
Units in issue as at 30 June 2019	28,779,210
Units issued during the financial year	6,920,441
Units redeemed during the financial year	(8,361,298)
	<hr/>
Units in issue as at 30 June 2020	27,338,353

## GB£

Proceeds from redeemable participating units issued	787,292,211
Payment for redeemable participating units redeemed	(951,295,944)

Mercer Investment Fund 11	Class M-1 £
Units in issue as at 30 June 2019	16,678,801
Units issued during the financial year	457,580
Units redeemed during the financial year	(926,478)
	<hr/>
Units in issue as at 30 June 2020	16,209,903

## GB£

Proceeds from redeemable participating units issued	50,770,274
Payment for redeemable participating units redeemed	(103,318,296)

Mercer Investment Fund 12	Class M-1 £
Units in issue as at 30 June 2019	10,163,706
Units issued during the financial year	301,740
Units redeemed during the financial year	(349,143)
	<hr/>
Units in issue as at 30 June 2020	10,116,303

## GB£

Proceeds from redeemable participating units issued	33,514,104
Payment for redeemable participating units redeemed	(39,120,643)

**11. Unit capital (continued)**
**Units in issue (continued)**
**30 June 2020 (continued)**

<b>Mercer Investment Fund 16</b>	<b>Class A4-0.085 \$</b>
Units in issue as at 30 June 2019	7,656,486
Units issued during the financial year	5,426,243
Units redeemed during the financial year	-
	<hr/>
Units in issue as at 30 June 2020	13,082,729

**US\$**

Proceeds from redeemable participating units issued	591,051,361
Payment for redeemable participating units redeemed	-

**30 June 2019**

<b>Mercer Return Seeking Fund 1</b>	<b>Class M-1 CAD</b>	<b>Class M-1 €</b>	<b>Class M-1 € Hedged</b>	<b>Class M-4 €</b>	<b>Class M-4 € Hedged</b>	<b>Class M-5 €</b>
Units in issue as at 30 June 2018	3,201,174	1,196,118	3,548,234	3,400,952	7,922,416	135,928
Units issued during the financial year	509	74,670	303,285	13,797	144,747	564
Units redeemed during the financial year	-	(80,313)	(181,418)	(88,929)	(18,731)	(3,576)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Units in issue as at 30 June 2019	3,201,683	1,190,475	3,670,101	3,325,820	8,048,432	132,916
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
Proceeds from redeemable participating units issued	33,934	14,684,867	29,925,803	2,103,360	14,691,755	73,942
Payment for redeemable participating units redeemed	-	(16,476,750)	(18,498,981)	(14,323,753)	(1,803,643)	(494,627)

<b>Mercer Return Seeking Fund 1 (continued)</b>	<b>Class M-5 € Hedged</b>
Units in issue as at 30 June 2018	271,301
Units issued during the financial year	6,449
Units redeemed during the financial year	(659)
	<hr/>
Units in issue as at 30 June 2019	277,091

**€**

Proceeds from redeemable participating units issued	649,645
Payment for redeemable participating units redeemed	(63,651)

## 11. Unit capital (continued)

## Units in issue (continued)

## 30 June 2019 (continued)

Mercer Fundamental Indexation Global Equity CCF	Class M-1 € Hedged	Class M-1 £	Class M-1 £ Hedged	Class M-2 £	Class M-2 £ Hedged	Class* M-2 SEK
Units in issue as at 30 June 2018	1,698,611	170,531	1,653,347	155,072	1,561,507	-
Units issued during the financial year	380,800	10,384	1,197,554	134,162	1,004,082	423,148
Units redeemed during the financial year	(78,141)	(142,177)	(846,971)	(110,648)	(675,455)	(67,642)
Units in issue as at 30 June 2019	2,001,270	38,738	2,003,930	178,586	1,890,134	355,506
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Proceeds from redeemable participating units issued	63,557,508	2,336,525	213,337,231	30,091,564	175,800,272	45,539,100
Payment for redeemable participating units redeemed	(13,410,134)	(32,599,082)	(152,244,734)	(24,201,519)	(121,876,290)	(7,336,387)
Mercer Fundamental Indexation Global Equity CCF (continued)	Class M-3 € Hedged	Class M-3 € Hedged	Class M-3 £ Hedged	Class** M-4 £	Class M-4 £ Hedged	Class** M-5 £ Hedged
Units in issue as at 30 June 2018	346,530	589,864	212,810	30,525	113,530	10,820
Units issued during the financial year	44,335	405,066	101,210	9	53,255	4,030
Units redeemed during the financial year	(80,044)	(156,613)	(101,918)	(30,534)	(33,137)	(14,850)
Units in issue as at 30 June 2019	310,821	838,317	212,102	-	133,648	-
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Proceeds from redeemable participating units issued	6,537,584	60,179,521	17,158,985	2,038	8,758,397	623,025
Payment for redeemable participating units redeemed	(13,204,680)	(23,290,162)	(18,278,881)	(6,750,774)	(5,754,095)	(2,521,973)
Mercer Fundamental Indexation Global Equity CCF (continued)	Class* M-6 €	Class* A13-H-0.3200 € Hedged				
Units in issue as at 30 June 2018	-	-				
Units issued during the financial year	25,287	61,679				
Units redeemed during the financial year	-	-				
Units in issue as at 30 June 2019	25,287	61,679				
	<b>US\$</b>	<b>US\$</b>				
Proceeds from redeemable participating units issued	2,915,556	6,897,328				
Payment for redeemable participating units redeemed	-	-				

\*The unit class launched during the financial year ended 30 June 2019.

\*\*The unit class terminated during the financial year ended 30 June 2019.

## 11. Unit capital (continued)

## Units in issue (continued)

## 30 June 2019 (continued)

Mercer Passive Global Equity CCF	Class M-1 £	Class M-1 £ Hedged	Class M-2 £	Class M-2 £ Hedged	Class M-2 €	Class M-2 € Hedged
Units in issue as at 30 June 2018	395,061	1,888,834	535,852	409,481	1,485,076	3,432,446
Units issued during the financial year	88,003	696,755	179,451	50,452	33,683	77,061
Units redeemed during the financial year	(245,232)	(1,109,904)	(201,661)	(48,192)	(376,409)	(540,853)
Units in issue as at 30 June 2019	237,832	1,475,685	513,642	411,741	1,142,350	2,968,654
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Proceeds from redeemable participating units issued	19,335,173	128,080,704	41,295,544	8,837,951	5,906,860	11,601,468
Payment for redeemable participating units redeemed	(57,908,107)	(204,366,326)	(44,558,783)	(9,103,575)	(70,448,548)	(88,000,382)
Mercer Passive Global Equity CCF (continued)	Class M-3 £	Class M-3 £ Hedged	Class M-3 €	Class M-3 € Hedged	Class M-6 £	Class M-6 € Hedged
Units in issue as at 30 June 2018	166,643	228,391	41,786	119,432	119,527	942,024
Units issued during the financial year	8,767	12,964	304	11,522	94,255	72,170
Units redeemed during the financial year	(49,861)	(126,912)	(33,416)	(88,020)	(67,941)	(514,624)
Units in issue as at 30 June 2019	125,549	114,443	8,674	42,934	145,841	499,570
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Proceeds from redeemable participating units issued	1,910,088	2,245,784	51,432	1,531,941	14,586,993	9,654,930
Payment for redeemable participating units redeemed	(11,365,901)	(23,230,691)	(4,922,914)	(11,572,907)	(10,658,563)	(77,430,470)
Mercer Passive Global Equity CCF (continued)	Class M-7 € Hedged	Class M-8 € Hedged	Class M-9 € Hedged	Class M-10 € Hedged	Class M-14 € Hedged	Class Z-1 £
Units in issue as at 30 June 2018	348,661	1,114,380	1,191,098	2,506,497	430,398	1,334,905
Units issued during the financial year	41,932	127,546	78,390	153,664	32,663	130,743
Units redeemed during the financial year	(51,132)	(107,681)	(104,968)	(36,014)	(63,344)	(124,330)
Units in issue as at 30 June 2019	339,461	1,134,245	1,164,520	2,624,147	399,717	1,341,318
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Proceeds from redeemable participating units issued	5,915,997	18,442,337	11,616,214	21,425,593	4,686,897	25,525,653
Payment for redeemable participating units redeemed	(7,357,489)	(16,167,399)	(15,373,085)	(5,413,242)	(9,062,925)	(24,780,293)

## 11. Unit capital (continued)

## Units in issue (continued)

## 30 June 2019 (continued)

<b>Mercer Passive Global Equity CCF (continued)</b>	<b>Class Z-1 £ Hedged</b>
Units in issue as at 30 June 2018	1,099,021
Units issued during the financial year	-
Units redeemed during the financial year	-
	<hr/>
Units in issue as at 30 June 2019	1,099,021
	<hr/>
	<b>US\$</b>
Proceeds from redeemable participating units issued	-
Payment for redeemable participating units redeemed	-
	<hr/>
<b>Mercer Investment Fund 2</b>	<b>Class M-1 €</b>
Units in issue as at 30 June 2018	56,607,896
Units issued during the financial year	55,254
Units redeemed during the financial year	-
	<hr/>
Units in issue as at 30 June 2019	56,663,150
	<hr/>
	<b>€</b>
Proceeds from redeemable participating units issued	8,577,722
Payment for redeemable participating units redeemed	-
	<hr/>
<b>Mercer Investment Fund 3 CCF</b>	<b>Class M-2 £</b>
Units in issue as at 30 June 2018	8,467,342
Units issued during the financial year	3,700
Units redeemed during the financial year	(258,812)
	<hr/>
Units in issue as at 30 June 2019	8,212,230
	<hr/>
	<b>GB£</b>
Proceeds from redeemable participating units issued	452,338
Payment for redeemable participating units redeemed	(31,600,000)

## 11. Unit capital (continued)

## Units in issue (continued)

## 30 June 2019 (continued)

<b>Mercer Investment Fund 5 CCF</b>	<b>Class</b>	
	<b>M-1 €</b>	
Units in issue as at 30 June 2018	4,279,661	
Units issued during the financial year	337,280	
Units redeemed during the financial year	(218,248)	
	<hr/>	
Units in issue as at 30 June 2019	4,398,693	
	<hr/>	
	<b>€</b>	
Proceeds from redeemable participating units issued	39,828,986	
Payment for redeemable participating units redeemed	(25,759,902)	
	<hr/>	
<b>SH Pension Investment Fund</b>	<b>Class</b>	
	<b>M-1 SEK</b>	
Units in issue as at 30 June 2018	4,174,493	
Units issued during the financial year	261,200	
Units redeemed during the financial year	(198,747)	
	<hr/>	
Units in issue as at 30 June 2019	4,236,946	
	<hr/>	
	<b>SEK</b>	
Proceeds from redeemable participating units issued	261,715,189	
Payment for redeemable participating units redeemed	(200,000,000)	
	<hr/>	
<b>Mercer Investment Fund 10</b>	<b>Class*</b>	<b>Class**</b>
	<b>M-1 £</b>	<b>M-2 £</b>
Units in issue as at 30 June 2018	-	29,243,535
Units issued during the financial year	778,295	18,741
Units redeemed during the financial year	(1,538,607)	(207,662)
Units transferred between classes during the financial year	29,539,522	(29,054,614)
	<hr/>	
Units in issue as at 30 June 2019	28,779,210	-
	<hr/>	
	<b>GB£</b>	<b>GB£</b>
Proceeds from redeemable participating units issued	78,989,549	1,899,662
Payment for redeemable participating units redeemed	(154,830,284)	(21,007,784)

\*The unit class launched during the financial year ended 30 June 2019.

\*\*The unit class terminated during the financial year ended 30 June 2019.

## 11. Unit capital (continued)

## Units in issue (continued)

## 30 June 2019 (continued)

<b>Mercer Investment Fund 11</b>	<b>Class*</b> <b>M-1 £</b>	<b>Class**</b> <b>M-2 £</b>
Units in issue as at 30 June 2018	-	17,040,999
Units issued during the financial year	363,758	15,394
Units redeemed during the financial year	(845,554)	(184,038)
Units transferred between classes during the financial year	17,160,597	(16,872,355)
Units in issue as at 30 June 2019	16,678,801	-

	<b>GB£</b>	<b>GB£</b>
Proceeds from redeemable participating units issued	36,258,733	1,560,036
Payment for redeemable participating units redeemed	(84,940,350)	(18,611,041)

<b>Mercer Investment Fund 12</b>	<b>Class*</b> <b>M-1 £</b>	<b>Class**</b> <b>M-2 £</b>
Units in issue as at 30 June 2018	-	10,090,403
Units issued during the financial year	265,875	10,512
Units redeemed during the financial year	(348,781)	(61,090)
Units transferred between classes during the financial year	10,246,612	(10,039,825)
Units in issue as at 30 June 2019	10,163,706	-

	<b>GB£</b>	<b>GB£</b>
Proceeds from redeemable participating units issued	26,444,446	1,068,650
Payment for redeemable participating units redeemed	(35,086,042)	(6,173,182)

<b>Mercer Investment Fund 16</b>	<b>Class*</b> <b>A4-0.085 US\$</b>
Units in issue as at 30 June 2018	-
Units issued during the financial year	7,656,486
Units redeemed during the financial year	-
Units in issue as at 30 June 2019	7,656,486

	<b>US\$</b>
Proceeds from redeemable participating units issued	785,000,000
Payment for redeemable participating units redeemed	-

\*The unit class launched during the financial year ended 30 June 2019.

\*\*The unit class terminated during the financial year ended 30 June 2019.

**11. Unit capital (continued)****Significant Unitholders**

The following table details the number of Unitholders with significant holdings of at least 20% of the relevant Sub-Fund and the percentage of that holding value as at 30 June 2020 and 30 June 2019.

Fund	Number of Significant Unitholders	Total value of Significant Unitholders	Aggregate Unitholding as a % of the NAV	Number of Significant Unitholders	Total value of Significant Unitholders	Aggregate Unitholding as a % of the NAV
	30 June 2020	30 June 2020	30 June 2020	30 June 2019	30 June 2019	30 June 2019
Mercer Return Seeking Fund 1	2	€ 2,116,503,755	88.62%	2	€ 2,043,949,324	88.06%
Mercer Investment Fund 2	1	€ 10,563,898,235	100%	1	€ 9,093,498,343	100%
Mercer Investment Fund 3 CCF	1	GB£ 1,081,623,253	100%	1	GB£ 1,066,986,560	100%
Mercer Investment Fund 5 CCF	1	€ 553,505,681	100%	1	€ 547,432,572	100%
SH Pension Investment Fund	1	SEK 3,991,252,282	100%	1	SEK 4,384,634,980	100%
Mercer Investment Fund 10	1	GB£ 3,351,139,251	100%	2	GB£ 3,126,674,710	100%
Mercer Investment Fund 11	1	GB£ 1,931,946,004	100%	1	GB£ 1,798,458,874	100%
Mercer Investment Fund 12	1	GB£ 1,223,599,745	100%	1	GB£ 1,098,146,322	100%
Mercer Investment Fund 16	1	US\$ 1,512,133,600	100%	1	US\$ 843,206,105	100%

**12. Dividends**

There were no dividends paid during the financial year ended 30 June 2020 or 30 June 2019.

**13. Charges**

A number of counterparties used by the Sub-Funds hold a number of charges granting first priority security interest in relation to collateral and principal broker securities relating to the relevant Sub-Funds account.

**14. Significant events during the financial year***Prospectus and Supplement updates*

The Prospectus, Supplements and other documents of the CCF and the Sub-Funds have been updated during the year. Details of these updates have been outlined in the Unaudited Supplemental Information section.

*Covid-19*

Covid-19 disclosure is included in Note 7 to the financial statements.

*Changes in Directorship*

Helen O'Beirne was appointed as an executive Director of the AIFM of the CCF on 13 January 2020. Liam Miley was appointed as an independent non-executive Director of the AIFM of the CCF on 13 May 2020. Michael Dempsey resigned as an executive Director of the AIFM of the CCF on 31 May 2020. Carmel Jordan was appointed as an executive Director of the AIFM of the CCF on 31 May 2020.



**14. Significant events during the financial year (continued)***Unit class launches and terminations*

The following Unit Classes launched during the financial year ended 30 June 2020:

Sub-Fund	Class	Launch date
Mercer Fundamental Indexation Global Equity CCF	Class A18-H-0.6200 £ (hedged)	4 December 2019
	Class A18-H-0.6200 £ GB-6 (hedged)	21 February 2020
	Class A18-0.6000 £ GB-6	21 February 2020
	Class M-2 SEK	13 March 2020
	Class A13-H-0.3200 € IE-6 (hedged)	17 March 2020

The following Unit Classes terminated during the financial year ended 30 June 2020:

Sub-Fund	Class	Termination date
Mercer Fundamental Indexation Global Equity CCF	Class M-1 £	8 October 2019
	Class M-2 SEK	16 December 2019
	Class A13-H-0.3200 € (hedged)	17 March 2020
	Class A18-H-0.6200 £ (hedged)	25 March 2020
Mercer Passive Global Equity CCF	Class Z-1 £ Hedged	14 April 2020

There were no other significant events affecting the Sub-Funds during the financial year that require amendment to or disclosure in the financial statements.

**15. Subsequent events***Prospectus and Supplement updates*

Any supplement updates subsequent to year end are detailed in the Unaudited Supplemental Information section.

*Unit class launches*

The following Unit Class was launched since the financial year end date:

Sub-Fund	Class	Launch date
Mercer Fundamental Indexation Global Equity CCF	Class A2-0.0400 € BE-6	10 August 2020

There are no other subsequent events affecting the Sub-Funds since the financial year end date.

**16. Approval of financial statements**

The financial statements were approved by the Directors of the AIFM on 16 November 2020.

The table below outlines additional supplemental information regarding underlying CIS held by the Sub-Funds as at 30 June 2020. The supplemental information includes (where available) the regulatory status, underlying manager name and fee information with regard to these investments.

<b>Underlying Fund</b>	<b>Jurisdiction/ Regulatory Status*</b>	<b>Fund Manager</b>	<b>Unit Class*** Management fee %</b>	<b>Performance** fee %</b>	<b>Redemption fee %</b>
AXA IM Strategies Plc	Ireland	AXA Investment Managers Paris	n/a	n/a	n/a
BlackRock Fixed Income Dublin Funds PLC - iShares Developed Real Estate Index Fund	Ireland	Blackrock Asset Management Ireland Limited	Up to 0.50%	n/a	n/a
BlackRock Fixed Income Dublin Funds PLC - iShares Euro Credit Bond Index Fund	Ireland	Blackrock Asset Management Ireland Limited	0.03%	n/a	n/a
BlackRock Fixed Income Dublin Funds PLC - iShares UK Credit Bond Index Fund	Ireland	Blackrock Asset Management Ireland Limited	0.03%	n/a	n/a
BlackRock Fixed Income Dublin Funds PLC - iShares US Corporate Bond Index Fund	Ireland	Blackrock Asset Management Ireland Limited	n/a	n/a	n/a
BlackRock ICS Euro Liquid Environmentally Aware Fund	Ireland	BlackRock Asset Management Ireland Ltd	Up to 1.00%	n/a	n/a
Cedar Fair	United States	Keybank Capital Markets	n/a	n/a	n/a
Dimensional Fund Plc - Emerging Markets Value Fund	Ireland	Dimensional Fund Advisors Ltd	0.50%	n/a	n/a
Fortress Transportation and Infrastructure Investors	United States	Citi, Barclays Bank, Morgan Stanley	n/a	n/a	n/a
Institutional Cash Series plc - Institutional Euro Assets Liquidity Fund	Ireland	BlackRock Asset Management Ireland Ltd	0.03%	n/a	n/a
Investec Funds Series IV - Emerging Markets Equity Fund	United Kingdom	Investec Fund Managers Ltd	1.10%	0.32%	n/a
LDI Solutions Plus ICAV - IIFIG Secured Multi-Asset Credit Fund 10	Ireland	Insight Investment Management (Ireland) Ltd	n/a	n/a	n/a
LDI Solutions Plus ICAV - LDI Active 6 Fund	Ireland	Insight Investment Management (Ireland) Ltd	0.39%	n/a	n/a
LDI Solutions Plus ICAV - LDI Active 7 Fund	Ireland	Insight Investment Management (Ireland) Ltd	0.39%	n/a	n/a
LDI Solutions Plus ICAV - LDI Active 8 Fund	Ireland	Insight Investment Management (Ireland) Ltd	0.39%	n/a	n/a
MGI Funds plc - Mercer Absolute Return Fixed Income Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
MGI Funds plc - Mercer Diversified Growth Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
MGI Funds plc - Mercer Global Buy & Maintain Credit Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
MGI Funds plc - Mercer Global High Yield Bond Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a

<b>Underlying Fund</b>	<b>Jurisdiction/ Regulatory Status*</b>	<b>Fund Manager</b>	<b>Unit Class*** Management fee %</b>	<b>Performance** fee %</b>	<b>Redemption fee %</b>
MGI Funds plc - Mercer Global Listed Infrastructure Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
MGI Funds plc - Mercer Low Volatility Equity Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
MGI Funds plc - Mercer Global Small Cap Equity Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
MGI Funds plc - Mercer Passive Emerging Markets Equity Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
MGI Funds plc - Mercer Passive Global Equity Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
MGI Funds plc - Mercer Short Duration Global Bond Fund 1	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
MGI Funds plc - Mercer Short Duration Global Bond Fund 2	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
MGI Funds plc - MGI Emerging Market Equity Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
MGI Funds plc - MGI UK Cash Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
Mercer PIF - Mercer Passive Global Debt Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
Mercer QIF CCF - Mercer Fundamental Indexation Global Equity CCF	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
Mercer QIF Fund plc - Mercer Multi-Asset Credit Fund	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
Mercer QIF Fund plc - Mercer Select Alternatives Strategies	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
Mercer QIF Fund plc - Mercer Tailored Credit Fund 1	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
Mercer UCITS Common Contractual Fund - Mercer Passive Global Listed Infrastructure UCITS CCF	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
Mercer UCITS Common Contractual Fund - Mercer Passive Global REITS UCITS CCF	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
Mercer UCITS Common Contractual Fund - Mercer Passive Low Volatility Equity UCITS CCF	Ireland	Mercer Global Investments Management Ltd	n/a	n/a	n/a
NuStar Energy	United States	JP Morgan Chase Bank; Merrill Lynch; Pierce, Fenner & Smith; Mizuho International; UBS Bank	n/a	n/a	n/a
Oasis Midstream Partners	United States	Morgan Stanley, JP Morgan Chase Bank	n/a	n/a	n/a
Odin Sverige	Norway	ODIN Forvaltning AS	1.00%	n/a	n/a
PBF Logistics	United States	RBC Capital Markets	n/a	n/a	n/a

<b>Underlying Fund</b>	<b>Jurisdiction/ Regulatory Status*</b>	<b>Fund Manager</b>	<b>Unit Class*** Management fee %</b>	<b>Performance** fee %</b>	<b>Redemption fee %</b>
Pollen Street Secured Lending	United Kingdom	PSC Eaglewood Europe LLP	1.00%	n/a	n/a
Robeco Institutioneel Emerging Markets Fonds	Netherlands	Robeco Institutional Asset Management	0.38%	n/a	n/a
T Rowe Price Funds SICAV - Emerging Markets Equity Fund	Luxembourg	T. Rowe Price (Luxembourg) Management	1.00%	n/a	n/a
Wells Fargo Lux Worldwide Fund - Emerging Markets Equity Fund	Luxembourg	Wells Fargo Fund Management LLC	0.80%	n/a	n/a

\*The funds are regulated in the jurisdiction noted above.

\*\*Further information on the performance fees can be found in the relevant funds documentation.

\*\*\*Investments by Sub-Funds of the CCF into funds also managed by the Investment Manager are not charged an investment management fee at the level of the underlying fund, thereby ensuring that there is no double charging of fees by the Investment Manager.

## General

Mercer QIF Common Contractual Fund (the “CCF”) is an open-ended umbrella common contractual fund constituted by a Deed of Constitution governed by the laws of Ireland and authorised in Ireland as an Alternative Investment Fund pursuant to the Investment Funds, Companies and Miscellaneous Provisions Act 2005, as amended. Mercer Return Seeking Fund 1, Mercer Fundamental Indexation Global Equity CCF, Mercer Passive Global Equity CCF, Mercer Investment Fund 2, Mercer Investment Fund 3 CCF, Mercer Investment Fund 5 CCF, SH Pension Investment Fund, Mercer Investment Fund 10, Mercer Investment Fund 11, Mercer Investment Fund 12, Mercer Investment Fund 16 and Mercer Investment Fund 9\* are Sub-Funds of the CCF. The CCF issues different series of units representing a separate portfolio of assets (each a “Sub-Fund”).

Mercer High Income UK Property CCF is a Sub-Fund of the CCF, a separate annual report and audited financial statements has been prepared for this Sub-Fund. The annual report and audited financial statements for Mercer High Income UK Property CCF is available free of charge on request from the AIFM.

The CCF is an Alternative Investment Fund (“AIF”) within the meaning of the Alternative Investment Fund Manager (“AIFM”) Regulations and accordingly Mercer Global Investments Management Limited has been appointed as AIFM of the CCF. The Depositary is the depositary of the CCF for the purpose of the AIFM Regulations. The Depositary has been appointed as trustee of the CCF under the Depositary Agreement.

The CCF was constituted on 16 March 2009 by the Deed of Constitution entered into by the AIFM and the Depositary. As such, neither the CCF nor any Sub-Fund is an incorporated entity and neither the CCF nor any Sub-Fund has a separate legal personality. Instead, it is simply a description of a form of undivided co-ownership by contractual arrangement whereby persons who acquire units and become legal Unitholders in the CCF will have co-ownership rights to the property of the relevant Sub-Fund of the CCF and the income that is derived from such property.

The CCF is an umbrella fund with segregated liability between Sub-Funds.

## Taxation

From a tax perspective, the aim of a fiscally transparent fund, such as the CCF, is generally to achieve the withholding tax rates on income and gains that each investor would obtain where they held the underlying investments of the CCF directly and as if such income and gains did not pass through the CCF. Where withholding tax has been suffered, the recovery or otherwise of that withholding tax is likely to depend on the particular circumstances of each Unitholder in the CCF, the particular double taxation treaty on which the investor is relying and the domestic law of the paying country.

## Identified Staff

The only identified staff of the CCF, as defined by regulations, are the Directors of the AIFM, listed on page 2.

## Connected party transactions

The Central Bank’s Alternative Investment Fund (“AIF”) Rulebook section on “Dealings by management company, general partner, depositary, alternative investment manager (“AIFM”), investment manager or by delegates or group companies of these” states that any transaction carried out with the CCF by the Management Company, General Partner, Depositary, AIFM, Investment Manager, or by delegates or group companies of these (“Connected Parties”) must be carried out as if negotiated at arm’s length. Transactions must be in the best interests of the Unitholders.

The Directors of the AIFM are satisfied that there are arrangements (evidenced by written procedures) in place to ensure that the obligations set out in the AIF Rulebook are applied to all transactions with connected parties, and the Directors of the AIFM are satisfied that transactions with connected parties entered into during the period complied with the obligations set out in this paragraph.

\*This Sub-Fund is approved but not launched as at 30 June 2020.

**Statement of Compliance on Corporate Governance Code**

The Sub-Funds have adopted in full the voluntary Code of Corporate Governance (“the Corporate Governance Code”) for CIS and Management Companies issued by the Irish Funds (“IF”), the text of which is available from the IF website, [www.irishfunds.ie](http://www.irishfunds.ie).

The Sub-Funds have been in compliance with the Corporate Governance Code during the financial year ended 30 June 2020.

**Data Protection Notice**

The General Data Protection Regulation (Regulation (EU) 2016/679) came into effect on 25 May 2018.

**Portfolio movements**

A complete list of the acquisitions and disposals of investments during the financial year is available upon request from the Administrator, free of charge.

**Soft commissions and directed brokerage arrangements**

With effect from 3 January 2018, with the exception of minor non-monetary benefits as defined in Markets in Financial Instruments Directive (“MiFID”), Sub-Investment Managers appointed by the Investment Manager are not permitted to enter into soft commission arrangements which would result in them receiving research for free. Sub-Investment Managers can accept research if they pay for it themselves or if they pay for it via a Research Payment Account (“RPA”) which is funded by the assets of the Sub-Funds or similar means which result in the same level of protection as the RPA method.

**Net gain/(loss) on investments, foreign currency and other derivative contracts**

All gains on securities and derivatives sold during the financial year are included in realised gain on investments and other derivative contracts while all losses realised on the sale of securities and other derivatives during the financial year are included in realised loss on investments and other derivative contracts.

**Net gain/(loss) on investments, foreign currency and other derivative contracts (continued)**
**30 June 2020**

	<b>Mercer Return Seeking Fund 1 €</b>	<b>Mercer Fundamental Indexation Global Equity CCF US\$</b>	<b>Mercer Passive Global Equity CCF US\$</b>	<b>Mercer Investment Fund 2 €</b>	<b>Mercer Investment Fund 3 CCF GB£</b>	<b>Mercer Investment Fund 5 CCF €</b>
Realised gain on investments and other derivative contracts	81,623,302	112,875,430	268,774,932	1,626,465,148	159,843,689	19,862,178
Realised loss on investments and other derivative contracts	(90,153,620)	(92,818,322)	(136,069,419)	(718,840,804)	(104,771,035)	(706,808)
Change in unrealised gain on investments and other derivative contracts	258,343,917	95,230,085	169,416,773	803,239,665	215,937,183	2,893,698
Change in unrealised loss on investments and other derivative contracts	(271,005,901)	(114,745,997)	(303,915,641)	(1,763,192,680)	(169,815,138)	(16,757,903)
Net (loss)/gain on foreign exchange	(18,432,014)	(24,502,636)	(40,279,690)	170,922	5,563,862	84,911
	<u>(39,624,316)</u>	<u>(23,961,440)</u>	<u>(42,073,045)</u>	<u>(52,157,749)</u>	<u>106,758,561</u>	<u>5,376,076</u>
		<b>SH Pension Investment Fund 11 SEK</b>	<b>Mercer Investment Fund 10 GB£</b>	<b>Mercer Investment Fund 11 GB£</b>	<b>Mercer Investment Fund 12 GB£</b>	<b>Mercer Investment Fund 16 US\$</b>
Realised gain on investments and other derivative contracts		315,718,784	80,023,861	40,927,827	18,395,346	4,706,589
Realised loss on investments and other derivative contracts		(165,699,180)	(25,886,995)	(20,840,437)	(13,455,622)	(11,643,408)
Change in unrealised gain on investments and other derivative contracts		258,449,977	388,906,687	214,665,011	162,278,794	151,816,924
Change in unrealised loss on investments and other derivative contracts		(206,746,076)	(84,330,684)	(60,316,746)	(41,632,420)	(90,482,301)
Net gain/(loss) on foreign exchange		7,336,444	(21,199,676)	(12,586,628)	(8,425,364)	172,122
		<u>209,059,949</u>	<u>337,513,193</u>	<u>161,849,027</u>	<u>117,160,734</u>	<u>54,569,926</u>

**Net gain/(loss) on investments, foreign currency and other derivative contracts (continued)**
**30 June 2019**

	<b>Mercer Return Seeking Fund 1 €</b>	<b>Mercer Fundamental Indexation Global Equity CCF US\$</b>	<b>Mercer Passive Global Equity CCF US\$</b>	<b>Mercer Investment Fund 2 €</b>	<b>Mercer Investment Fund 3 CCF GB£</b>	<b>Mercer Investment Fund 5 CCF €</b>
Realised gain on investments and other derivative contracts	72,369,808	127,454,574	144,274,824	599,459,620	2,970,198	1,951,385
Realised loss on investments and other derivative contracts	(101,498,928)	(129,018,171)	(162,416,392)	(354,532,047)	(1,556,976)	(106,317)
Change in unrealised gain on investments and other derivative contracts	242,700,462	114,791,175	254,849,608	819,603,529	95,933,201	26,054,660
Change in unrealised loss on investments and other derivative contracts	(129,833,550)	(122,140,282)	(208,424,577)	(772,050,678)	(33,830,308)	-
Net gain/(loss) on foreign exchange	109,879	10,776	(86,568)	(1,632,993)	-	11
	<u>83,847,671</u>	<u>(8,901,928)</u>	<u>28,196,895</u>	<u>290,847,431</u>	<u>63,516,115</u>	<u>27,899,739</u>
		<b>SH Pension Investment Fund SEK</b>	<b>Mercer Investment Fund 10 GB£</b>	<b>Mercer Investment Fund 11 GB£</b>	<b>Mercer Investment Fund 12 GB£</b>	<b>Mercer Investment Fund 16 US\$</b>
Realised gain on investments and other derivative contracts		40,175,105	43,786,165	28,376,077	19,051,443	4,103,496
Realised loss on investments and other derivative contracts		(79,254,408)	(54,300,153)	(30,273,370)	(18,102,812)	(1,531,455)
Change in unrealised gain on investments and other derivative contracts		205,193,360	268,749,404	153,281,798	98,585,451	58,396,989
Change in unrealised loss on investments and other derivative contracts		(2,751,686)	(32,947,263)	(25,459,199)	(17,105,607)	(10,804,185)
Net gain/(loss) on foreign exchange		-	129,560	68,533	43,446	28,480
		<u>163,362,371</u>	<u>225,417,713</u>	<u>125,993,839</u>	<u>82,471,921</u>	<u>50,193,325</u>

**Significant events during the financial year**
*Prospectus and Supplement updates*

The following documents were issued and updated during the financial year ended 30 June 2020:

<b>Sub-Fund</b>	<b>Issue date</b>	<b>Update</b>
Prospectus	31 January 2020	Updates regarding the Manager's Board composition, Brexit related updates for relevant Sub-Funds and other general updates*.
	22 April 2020	Inclusion of disclosure required to provide for investment in China Bond Connect and Stock Connect. Moving voluntary cap disclosure from the Supplements to the Prospectus.
	25 June 2020	Updates regarding information relating to the Board of Directors of the AIFM, the description of the AIFM, the Investment Manager and the Depositary.
Mercer Investment Fund 5 CCF Supplement	23 August 2019	Update to facilitate the charging of tiered fees, which reduce when assets under management hits certain levels and general updates*.
	22 April 2020	Update to include standard hedging wording and fee disclosure update.



**Significant events during the financial year (continued)***Prospectus and Supplement updates (continued)*

The following documents were issued and updated during the financial year ended 30 June 2020: (continued)

Sub-Fund	Issue date	Update
Mercer Investment Fund 3 CCF Supplement	22 April 2020	Update to include standard hedging wording and fee disclosure update.
SH Pension Investment Fund Supplement	22 April 2020	Update to include standard hedging wording and fee disclosure update.
Mercer Investment Fund 16 Supplement	21 October 2019 22 April 2020	Update to facilitate investment in real estate and commodities and Brexit updates. Update to the investment policy section to include specific reference to the Sub-Fund's ability to invest through Stock Connect and to invest up to 100% in emerging markets. Update to include standard hedging wording and fee disclosure update.
Mercer Investment Fund 10 Supplement	20 November 2019  22 April 2020  15 May 2020	Update to investment policy to clarify ability to invest in US REITS, and include ability to utilise securities lending. Update to the investment policy section to include specific reference to the Sub-Fund's ability to invest in China through Stock Connect or QFII/RQFII. Update to include standard hedging wording and fee disclosure update. General updates*.
Mercer Investment Fund 11 Supplement	20 November 2019  22 April 2020  15 May 2020	Update to investment policy to clarify ability to invest in US REITS, and include ability to utilise securities lending. Update to the investment policy section to include specific reference to the Sub-Fund's ability to invest in China through Stock Connect or QFII/RQFII. Update to include standard hedging wording and fee disclosure update. General updates*.
Mercer Investment Fund 12 Supplement	20 November 2019  22 April 2020  15 May 2020	Update to investment policy to clarify ability to invest in US REITS, and include ability to utilise securities lending. Update to the investment policy section to include specific reference to the Sub-Fund's ability to invest in China through Stock Connect or QFII/RQFII. Update to include standard hedging wording and fee disclosure update. General updates*.
Mercer Fundamental Indexation Global Equity Fund Supplement	29 November 2019  22 April 2020	Update to the investment policy to reflect that the Sub-Fund will seek to track the return of the MSCI World Diversified Multiple 3-Factor Select Index and the inclusion of related disclosures on the index. Updated to provide that the Sub-Fund will utilise securities lending. Details of the domiciles of potential investors in various unit classes has been included for dividend withholding tax purposes. Update to include standard hedging wording and new hedged class, fee disclosure update and removal of voluntary cap on annual expenses.
Mercer Passive Global Equity CCF Supplement	29 November 2019 22 April 2020	Updated to provide that the Sub-Fund will utilise securities lending. Update to include standard hedging wording and new hedged class, fee disclosure update and removal of voluntary cap on annual expenses.
Mercer Return Seeking Fund 1 Supplement	29 November 2019  22 April 2020  3 June 2020	Update to investment policy to clarify ability to invest in US REITS and general updates*. Update to the investment policy section to include specific reference to the Sub-Fund's ability to invest in China through Stock Connect or QFII/RQFII. Update to include standard hedging wording and fee disclosure update. General updates*.
Mercer Investment Fund 2 Supplement	30 August 2019 29 November 2019 13 December 2019 24 February 2020 22 April 2020	General updates*. Update to investment policy to clarify ability to invest in US REITS. General updates*. General updates*. Update to include standard hedging wording, fee disclosure update.
Mercer Investment Fund 9 Supplement	22 April 2020	Update to cover page to include disclosure that this Sub-Fund is closed to subscription. Update to the investment policy section to include specific reference to the Sub-Fund's ability to invest in China through Stock Connect or QFII/RQFII

\*General updates include Sub-Investment Manager changes, initial noting of new Sub-Fund Supplements and Units Class changes etc.

**Subsequent events***Prospectus and Supplement updates*

The following Documents were issued and updated since the financial year end date:

Sub-Fund	Issue date	Update
Amended and Restated Deed of Constitution	7 July 2020	Updated to replace the express references regarding the timing of publication of the annual and semi-annual accounts with a statement explaining that these will be published in line with the requirements of the Central Bank.
Mercer Investment Fund 3; Mercer Investment Fund 10; Mercer Investment Fund 11; Mercer Investment Fund 12	22 July 2020	Updated to include additional disclosure in respect of the Sub-Fund's ability to invest in short positions and other general updates*.

\*General updates include Sub-Investment Manager changes, initial noting of new Sub-Fund Supplements and unit class changes etc.

See Note 15 to the financial statements for other events since the financial year end.

**Brexit and associated risks**

Brexit disclosure is included in Note 7 to the financial statements.

**COVID-19**

COVID-19 disclosure is included in Note 7 to the financial statements.

**EPM techniques**

The Sub-Funds may employ investment techniques and instruments for EPM of the assets of the assets of the Sub-Funds or of any Sub-Fund and for short-term investment purposes under the conditions and limits set out in the Prospectus. The Sub-Funds may, for the purposes of hedging, enter into put and call options, spot and forward foreign currency contracts, financial futures, stock and bond index futures contracts, repurchase agreements and securities lending agreements. In particular, a Sub-Fund may seek to hedge its investments against currency fluctuations which are adverse to its base currency by utilising currency options, futures contracts and forward foreign currency contracts.

A Sub-Fund may also from time to time make use of exchange traded stock index and other futures contracts for the purpose of EPM to enable it to maintain the appropriate exposure to stock markets in accordance with the relevant Investment Manager's recommended overall asset allocation.

Realised and unrealised gains or losses arising from financial derivative transactions or EMP techniques and instruments are included in net income from financial instruments at FVTPL in the Statement of Comprehensive Income.

Revenue from securities lending arrangements is disclosed in securities lending income respectively in the Statement of Comprehensive Income.

Details of the FDIs held at 30 June 2020 can be found in the Portfolio Statements for each of the relevant Sub-Funds. Note 7 to the financial statements provides details of the risk associated with the use of FDIs. FDIs and EPM techniques and instruments were used during the financial year.

**Securities lending**

During the financial year some of the Sub-Funds entered into securities lending agreements for EPM purposes. Under a securities lending transaction, the Sub-Fund makes a loan of securities which it holds to a borrower upon terms that require the borrower to return equivalent securities to the Sub-Fund within a specified period and to pay the Sub-Fund a fee for the use of the securities during the period that they are on loan. The AIFM will ensure that it is able, at any time, to recall any security that has been lent out or terminate any securities lending agreement into which it has entered.

The Sub-Fund may lend its portfolio securities via a securities lending program through an appointed securities lending agent to brokers, dealers and other financial institutions desiring to borrow securities to complete transactions and for other purposes. Pursuant to the terms of the relevant securities lending agreement, the appointed lending agent will be entitled to retain a portion of the securities lending revenue to cover the fees and costs associated with the securities lending activity, including the delivery of loans, the management of collateral and the provision of any securities lending indemnity and such fees paid will be at normal commercial rates.

Securities lending income is recognised in the Statement of Comprehensive Income.

**Repurchase agreements**

Mercer Investment Fund 3 CCF entered into repurchase agreement. Under a repurchase agreement the Sub-Fund sells portfolio assets subject to an agreement by the Sub-Fund to repurchase the same assets at an agreed upon price and date.

The Sub-Fund can use the proceeds received from entering into a repurchase agreement to make additional investments, which generally causes the Sub-Fund's portfolio to behave as if it were leveraged. If the buyer in a repurchase agreement files for bankruptcy or becomes insolvent, the Sub-Fund may be unable to recover the securities it sold and as a result may realise a loss on the transaction if the securities it sold are worth more than the purchase price it originally received from the buyer.

As at 30 June 2020, Mercer Investment Fund 3 CCF entered into repurchase agreements amounting to GB£ 607,724,110 (30 June 2019: GB£ 229,679,500). Accrued interest as at 30 June 2020 is GB£ 385,685 (30 June 2019: GB£ 143,785). The repurchase agreements are held with nine counterparties Barclays Bank, Canadian Imperial Bank of Commerce, HSBC Bank, Lloyds Bank, Mizuho International, National Australia Bank, ScotiaBank, Societe Generale and Toronto Dominion Bank. The market value of the securities the Sub-Fund has sold is determined daily and any additional collateral is sent by the Sub-Fund on the next business day. The market value of net collateral on repurchase agreements as at 30 June 2020 is GB£ 604,194,804 (30 June 2019: GB£ 242,592,417) pledged by the Sub-Fund. Each of the securities that have been pledged as collateral in respect of these repurchase agreements have a credit rating of AA. Interest charged on these Repurchase Agreements for the financial year ended 30 June 2020 amounted to GB£ 3,629,061 (30 June 2019: GB£ 2,418,883).

**Reverse repurchase agreements**

Mercer Investment Fund 3 CCF entered into reverse repurchase agreements. Under a reverse repurchase agreement the Sub-Fund purchases a financial asset and simultaneously enters into an agreement to resell the same or a substantially similar asset at a fixed price on a future date.

As at 30 June 2020 Mercer Investment Fund 3 CCF entered into reverse repurchase agreements amounting to GB£ 271,692,243 (30 June 2019: GB£ 75,228,150). Interest receivable as at 30 June 2020 is GB£ 3 (30 June 2019: GB£ 890,007). The reverse repurchase agreements were held with three counterparties HSBC Bank, Lloyds Bank and ScotiaBank. The market value of the securities the Sub-Fund has purchased is determined daily and any additional collateral is received by the Sub-Fund on the next business day.

The market value of net collateral on reverse repurchase agreements as at 30 June 2020 is GB£ 270,924,476 (30 June 2019: GB£ 76,320,603) received by the Sub-Fund. Each of the securities that have been received as collateral in respect of these reverse repurchase agreements have a credit rating of AA. Interest received on these Repurchase Agreements for the financial year ended 30 June 2020 amounted to GB£ 2,192,652 (30 June 2019: GB 2,079).

**Net Asset Value comparative tables**

<b>Mercer Return Seeking Fund 1</b>	<b>Class M-1 CAD</b>	<b>Class M-1 €</b>	<b>Class M-1 € Hedged</b>	<b>Class M-4 €</b>	<b>Class M-4 € Hedged</b>
Total NAV					
30 June 2020	CAD 336,215,496	€ 276,317,780	€ 415,397,073	€ 569,679,753	€ 858,668,523
30 June 2019	CAD 335,275,743	€ 254,866,972	€ 385,664,882	€ 559,741,375	€ 847,180,375
30 June 2018	CAD 321,661,010	€ 238,186,568	€ 358,235,328	€ 532,267,231	€ 799,831,014
NAV per unit <sup>†</sup>					
30 June 2020	CAD 108.77	€ 216.05	€ 104.05	€ 169.98	€ 104.35
30 June 2019	CAD 104.72	€ 214.09	€ 105.08	€ 168.30	€ 105.26
30 June 2018	CAD 100.68	€ 199.53	€ 101.16	€ 156.82	€ 101.16

<b>Mercer Return Seeking Fund 1 (continued)</b>	<b>Class M-5 €</b>	<b>Class M-5 € Hedged</b>
Total NAV		
30 June 2020	€ 19,303,214	€ 29,091,315
30 June 2019	€ 19,267,243	€ 29,160,080
30 June 2018	€ 18,221,816	€ 27,389,909
NAV per unit <sup>†</sup>		
30 June 2020	€ 146.41	€ 104.33
30 June 2019	€ 144.96	€ 105.24
30 June 2018	€ 134.32	€ 101.16

<b>Mercer Fundamental Indexation Global Equity CCF</b>	<b>Class M-1 € Hedged</b>	<b>Class** M-1 £</b>	<b>Class M-1 £ Hedged</b>	<b>Class M-2 £</b>	<b>Class M-2 £ Hedged</b>
Total NAV					
30 June 2020	€ 355,805,263	-	GB£ 160,947,927	GB£ 32,382,834	GB£ 140,677,183
30 June 2019	€ 309,013,105	GB£ 7,063,579	GB£ 291,313,572	GB£ 32,440,736	GB£ 273,568,688
30 June 2018	€ 255,975,988	GB£ 28,622,738	GB£ 232,332,478	GB£ 25,973,246	GB£ 218,903,103
NAV per unit <sup>†</sup>					
30 June 2020	€ 157.04	-	GB£ 147.46	GB£ 193.12	GB£ 146.48
30 June 2019	€ 154.41	GB£ 182.34	GB£ 145.37	GB£ 181.65	GB£ 144.74
30 June 2018	€ 150.70	GB£ 167.85	GB£ 140.52	GB£ 167.49	GB£ 140.19

\*\*The unit class terminated during the financial year ended 30 June 2020.

**Net Asset Value comparative tables (continued)**

<b>Mercer Fundamental Indexation Global Equity CCF (continued)</b>	<b>Class*** M-2 SEK</b>	<b>Class M-3 €</b>	<b>Class M-3 € Hedged</b>	<b>Class M-3 £ Hedged</b>	<b>Class M-4 £</b>
Total NAV					
30 June 2020	SEK 210,852,024	€ 78,250,085	€ 88,095,794	GB£ 23,912,727	-
30 June 2019	SEK 371,105,871	€ 46,053,694	€ 110,828,971	GB£ 29,720,402	-
30 June 2018	-	€ 48,062,860	€ 76,408,553	GB£ 28,943,347	GB£ 4,943,505
NAV per unit†					
30 June 2020	SEK 1,108.75	€ 154.54	€ 133.94	GB£ 141.52	-
30 June 2019	SEK 1,043.88	€ 148.17	€ 132.20	GB£ 140.12	-
30 June 2018	-	€ 138.70	€ 129.54	GB£ 136.01	GB£ 161.95

<b>Mercer Fundamental Indexation Global Equity CCF (continued)</b>	<b>Class M-4 £ Hedged</b>	<b>Class M-5 £ Hedged</b>	<b>Class M-6 €</b>	<b>Class** A13-H-0.3200 €</b>
Total NAV				
30 June 2020	GB£ 3,216,118	-	€ 2,806,591	-
30 June 2019	GB£ 18,623,286	-	€ 2,662,621	€ 6,154,777
30 June 2018	GB£ 15,383,821	GB£ 1,407,046	-	-
NAV per unit†				
30 June 2020	GB£ 140.49	-	€ 110.56	-
30 June 2019	GB£ 139.35	-	€ 105.29	€ 99.79
30 June 2018	GB£ 135.50	GB£ 130.05	-	-

<b>Mercer Fundamental Indexation Global Equity CCF (continued)</b>	<b>Class* A13-H-0.3200 € IE-6</b>	<b>Class* A18-0.6000 £ GB-6</b>	<b>Class* A18-H-0.6200 £ GB-6</b>
Total NAV			
30 June 2020	€ 2,902,915	GB£ 7,094,918	GB£ 13,133,350
30 June 2019	-	-	-
30 June 2018	-	-	-
NAV per unit†			
30 June 2020	€ 119.99	GB£ 98.55	GB£ 92.15
30 June 2019	-	-	-
30 June 2018	-	-	-

\*The unit class launched during the financial year ended 30 June 2020.

\*\*The unit class terminated during the financial year ended 30 June 2020.

\*\*\*The unit class terminated and re-launched during the financial year ended 30 June 2020.

**Net Asset Value comparative tables (continued)**

<b>Mercer Passive Global Equity CCF</b>	<b>Class M-1 £ Hedged</b>	<b>Class M-1 £ Hedged</b>	<b>Class M-2 £</b>	<b>Class M-2 £ Hedged</b>	<b>Class M-2 €</b>
Total NAV					
30 June 2020	GB£ 43,854,897	GB£ 164,133,355	GB£ 54,076,006	GB£ 24,594,292	€ 188,426,490
30 June 2019	GB£ 45,069,621	GB£ 220,012,625	GB£ 96,795,110	GB£ 61,042,327	€ 195,392,954
30 June 2018	GB£ 67,720,100	GB£ 267,811,423	GB£ 91,518,549	GB£ 57,844,473	€ 233,299,186
NAV per unit <sup>†</sup>					
30 June 2020	GB£ 201.83	GB£ 150.75	GB£ 200.30	GB£ 149.60	€ 178.69
30 June 2019	GB£ 189.50	GB£ 149.09	GB£ 188.45	GB£ 148.25	€ 171.04
30 June 2018	GB£ 171.25	GB£ 141.64	GB£ 170.62	GB£ 141.12	€ 156.94

<b>Mercer Passive Global Equity CCF (continued)</b>	<b>Class M-2 € Hedged</b>	<b>Class M-3€</b>	<b>Class M-3€ Hedged</b>	<b>Class M-3 €</b>	<b>Class M-3 € Hedged</b>
Total NAV					
30 June 2020	€ 350,667,463	GB£ 17,147,518	GB£ 20,974,259	€ 776,642	€ 3,701,301
30 June 2019	€ 426,672,206	GB£ 23,438,811	GB£ 16,585,513	€ 1,326,163	€ 5,383,182
30 June 2018	€ 474,505,429	GB£ 28,252,452	GB£ 31,606,782	€ 5,878,463	€ 14,438,651
NAV per unit <sup>†</sup>					
30 June 2020	€ 145.81	GB£ 198.04	GB£ 145.94	€ 159.55	€ 126.98
30 June 2019	€ 143.73	GB£ 186.69	GB£ 144.92	€ 152.90	€ 125.38
30 June 2018	€ 138.10	GB£ 169.37	GB£ 138.25	€ 140.54	€ 120.77

<b>Mercer Passive Global Equity CCF (continued)</b>	<b>Class M-6 £ Hedged</b>	<b>Class M-6 € Hedged</b>	<b>Class M-7 € Hedged</b>	<b>Class M-8 € Hedged</b>	<b>Class M-9 € Hedged</b>
Total NAV					
30 June 2020	GB£ 19,387,953	€ 68,420,048	€ 45,315,241	€ 152,429,171	€ 150,997,604
30 June 2019	GB£ 18,174,914	€ 65,511,150	€ 45,251,723	€ 155,245,906	€ 158,377,359
30 June 2018	GB£ 14,135,890	€ 118,624,465	€ 44,671,814	€ 146,381,639	€ 155,278,276
NAV per unit <sup>†</sup>					
30 June 2020	GB£ 126.23	€ 133.24	€ 135.31	€ 139.15	€ 138.44
30 June 2019	GB£ 124.62	€ 131.14	€ 133.30	€ 136.87	€ 136.00
30 June 2018	GB£ 118.15	€ 125.80	€ 128.00	€ 131.23	€ 130.24

<b>Mercer Passive Global Equity CCF (continued)</b>	<b>Class M-10 € Hedged</b>	<b>Class M-14 € Hedged</b>	<b>Class Z-1 £</b>	<b>Class* Z-1 £ Hedged</b>
Total NAV				
30 June 2020	€ 302,517,200	€ 125,364,696	GB£ 41,316,603	-
30 June 2019	€ 345,347,080	€ 52,161,363	GB£ 221,372,002	GB£ 156,373,810
30 June 2018	€ 315,919,237	€ 53,816,910	GB£ 198,871,440	GB£ 148,332,500
NAV per unit <sup>†</sup>				
30 June 2020	€ 134.07	€ 132.82	GB£ 176.14	-
30 June 2019	€ 131.60	€ 130.50	GB£ 165.04	GB£ 142.28
30 June 2018	€ 125.91	€ 124.91	GB£ 148.83	GB£ 134.83

<b>Mercer Investment Fund 2</b>	<b>Class M-1 €</b>
Total NAV	
30 June 2020	€ 10,563,898,235
30 June 2019	€ 9,093,498,343
30 June 2018	€ 8,630,001,434
NAV per unit <sup>†</sup>	
30 June 2020	€ 162.27
30 June 2019	€ 160.48
30 June 2018	€ 152.45

<sup>†</sup>The unit class terminated during the financial year ended 30 June 2020.

**Net Asset Value comparative tables (continued)**

**Mercer Investment Fund 3 CCF**

**Class  
M-2 £**

Total NAV	
30 June 2020	GB£ 1,081,623,253
30 June 2019	GB£ 1,066,986,560
30 June 2018	GB£ 1,022,811,798
NAV per unit <sup>†</sup>	
30 June 2020	GB£ 143.70
30 June 2019	GB£ 129.93
30 June 2018	GB£ 120.79

**Mercer Investment Fund 5 CCF**

**Class  
M-1 €**

Total NAV	
30 June 2020	€ 553,505,681
30 June 2019	€ 547,432,572
30 June 2018	€ 505,866,017
NAV per unit <sup>†</sup>	
30 June 2020	€ 125.54
30 June 2019	€ 124.45
30 June 2018	€ 118.20

**SH Pension Investment Fund**

**Class  
M-1 SEK**

Total NAV	
30 June 2020	SEK 3,991,252,282
30 June 2019	SEK 4,384,634,980
30 June 2018	SEK 4,163,390,103
NAV per unit <sup>†</sup>	
30 June 2020	SEK 1,084.98
30 June 2019	SEK 1,034.86
30 June 2018	SEK 997.34

**Mercer Investment Fund 10**

**Class  
M-1 £**

**Class  
M-2 £**

Total NAV		
30 June 2020	GB£ 3,351,139,251	-
30 June 2019	GB£ 3,126,674,710	-
30 June 2018	-	GB£ 2,944,118,497
NAV per unit <sup>†</sup>		
30 June 2020	GB£ 122.58	-
30 June 2019	GB£ 108.64	-
30 June 2018	-	GB£ 100.68

**Mercer Investment Fund 11**

**Class  
M-1 £**

**Class  
M-2 £**

Total NAV		
30 June 2020	GB£ 1,931,946,004	-
30 June 2019	GB£ 1,798,458,874	-
30 June 2018	-	GB£ 1,713,813,961
NAV per unit <sup>†</sup>		
30 June 2020	GB£ 119.18	-
30 June 2019	GB£ 107.83	-
30 June 2018	-	GB£ 100.57

**Net Asset Value comparative tables (continued)**

<b>Mercer Investment Fund 12</b>	<b>Class M-1 £</b>	<b>Class M-2 £</b>
Total NAV		
30 June 2020	GB£ 1,223,599,745	-
30 June 2019	GB£ 1,098,146,322	-
30 June 2018	-	GB£ 1,015,921,807
NAV per unit <sup>†</sup>		
30 June 2020	GB£ 120.95	-
30 June 2019	GB£ 108.05	-
30 June 2018	-	GB£ 100.68

<b>Mercer Investment Fund 16</b>	<b>Class A4-0.0850 \$</b>
Total NAV	
30 June 2020	US\$ 1,512,133,600
30 June 2019	US\$ 843,206,105
30 June 2018	-
NAV per unit <sup>†</sup>	
30 June 2020	US\$ 115.58
30 June 2019	US\$ 110.13
30 June 2018	-

<sup>†</sup>dealing NAV



**Exchange rates**

The applicable financial year end exchange rates were as follows:

	<b>As at 30 June 2020 Exchange Rate to GB£</b>	<b>As at 30 June 2019 Exchange Rate to GB£</b>
Australian Dollar	1.7946	1.8136
Brazilian Real	-	4.8778
Canadian Dollar	1.6829	1.6631
Danish Krone	8.1994	8.3413
Euro	1.1001	1.1176
Hong Kong Dollar	9.5765	9.9430
Israeli Shekel	4.2764	4.5391
Japanese Yen	133.3028	137.1207
New Zealand Dollar	1.9194	1.8949
Norwegian Krone	11.9198	10.8511
Polish Zloty	4.8876	4.7462
Singapore Dollar	1.7237	1.7219
South Korean Won	1,486.2422	1,469.5233
Swedish Krone	11.5117	11.8084
Swiss Franc	1.1708	1.2409
Taiwan Dollar	36.4558	39.5294
United States Dollar	1.2356	1.2727
	<b>As at 30 June 2020 Exchange Rate to €</b>	<b>As at 30 June 2019 Exchange Rate to €</b>
Australian Dollar	1.6313	1.6228
Brazilian Real	6.1670	4.3646
British Pound	0.9090	0.8948
Canadian Dollar	1.5297	1.4881
Czech Koruna	26.6425	25.4440
Danish Krone	7.4532	7.4637
Hong Kong Dollar	8.7049	8.8969
Hungarian Forint	354.4400	322.7752
Indian Rupee	84.8020	-
Indonesian Rupiah	16,044.1982	-
Israeli Shekel	3.8872	4.0616
Japanese Yen	121.1710	122.6944
Kenyan Shilling	119.6716	-
Mexican Peso	25.9526	21.8782
New Zealand Dollar	1.7447	1.6955
Norwegian Krone	10.8350	9.7095
Qatari Riyal	-	4.1467
Singapore Dollar	1.5669	1.5407
South African Rand	19.5147	16.0585
South Korean Won	1,350.9810	1,314.9159
Swedish Krone	10.4640	10.5660
Swiss Franc	1.0642	1.1103
Taiwan Dollar	33.1380	-
Turkish Lira	7.6989	-
United States Dollar	1.1232	1.1388

## Exchange rates (continued)

	As at 30 June 2020 Exchange Rate to US\$	As at 30 June 2019 Exchange Rate to US\$
Australian Dollar	1.4524	1.4250
Brazilian Real	5.4908	3.8327
British Pound	0.8093	0.7857
Canadian Dollar	1.3620	1.3068
Chilean Peso	820.6000	678.9500
Chinese Yuan Renminbi	7.0741	-
Colombian Peso	3,739.2800	3,207.0000
Czech Koruna	23.7213	22.3429
Danish Krone	6.6360	6.5540
Egyptian Pound	16.1400	16.6950
Emirati Dirham	3.6732	3.6732
Euro	0.8904	0.8781
Hong Kong Dollar	7.7505	7.8125
Hungarian Forint	315.5768	283.4344
Indian Rupee	75.5038	-
Indonesian Rupiah	14,285.0000	14,127.5000
Israeli Shekel	3.4610	3.5666
Japanese Yen	107.8850	107.7400
Malaysian Ringgit	4.2850	4.1325
Mexican Peso	23.1070	19.2117
New Zealand Dollar	1.5534	1.4889
Norwegian Krone	9.6470	8.5261
Philippine Peso	49.8250	51.2350
Polish Zloty	3.9557	3.7292
Qatari Riyal	3.6410	3.6413
Russian Ruble	71.2544	-
Saudi Arabian Riyal	3.7510	-
Singapore Dollar	1.3951	1.3530
South African Rand	17.3750	14.1013
South Korean Won	1,202.8500	1,154.6500
Swedish Krone	9.3167	9.2782
Swiss Franc	0.9476	0.9750
Taiwan Dollar	29.5045	31.0595
Thailand Baht	30.9075	30.6675
Turkish Lira	6.8548	5.7840
	<b>As at 30 June 2020 Exchange Rate to SEK</b>	<b>As at 30 June 2019 Exchange Rate to SEK</b>
Euro	0.0956	0.0946
United States Dollar	0.1073	0.1078

## Remuneration Policy

As part of its authorisation as an AIFM, Mercer Global Investments Management Limited ("MGIM", the "AIFM") has implemented a Remuneration Policy consistent with the European Securities and Markets Authority's ("ESMA") remuneration guidelines and in particular the provisions of Annex II of Directive 2011/61/EU.

Due to the size, nature and lack of complexity of MGIM, the Directors of the AIFM do not regard it as proportionate to establish a remuneration committee specifically for MGIM itself given that it has no direct employees. Instead, the Mercer Group Remuneration Committee will oversee the remuneration process. MGIM has adopted a delegation model and this model leverages off the skills, experience, and knowledge of specialised staff employed by Mercer Global Investments Europe Limited ("MGIE"), as Investment Manager, and other relevant service providers who perform all of the day to day specific managerial functions. The Group Remuneration Policy is applicable to both MGIM and MGIE and is relevant to all full and part time employees whether permanent, contracting or temporary and any persons directly or indirectly linked to them by control.

The Remuneration Policy is designed to discourage risk taking that is inconsistent with the risk profile of the AIFs and is in line with the business strategy, objectives, values and interests of MGIM and the AIFs. MGIE in its capacity as Investment Manager has sub delegated portfolio management to Sub-Investment Managers. The discretion of the Sub-Investment Manager, and thus its risk taking is strictly controlled within certain pre-determined narrow parameters and/or its investment decisions are rules based. The parameters take the form of detailed investment restrictions/investment guidelines in the Prospectus and/or the investment management agreement. The Sub-Investment Manager are not permitted to manage outside of these parameters and as such cannot materially affect the risk profile of the AIF. Sub-Investment Managers are not incentivised or rewarded for taking excessive risk.

## Quantitative Remuneration Disclosure

MGIM is required under the AIFMD to make quantitative disclosures of remuneration. These disclosures are made in line with the AIFM's interpretation of currently available regulatory guidance on quantitative remuneration disclosures. As market or regulatory practice develops the AIFM may consider it appropriate to make changes to the way in which quantitative remuneration disclosures are calculated. Where such changes are made, this may result in disclosures in relation to a fund not being comparable to the disclosures made in the prior year, or in relation to other Mercer range fund disclosures in that same year.

Disclosures are provided in relation to (a) the staff of MGIE; (b) staff who are senior management; and (c) staff who have the ability to materially affect the risk profile of the AIF.

All individuals included in the aggregated figures disclosed are rewarded in line with MGIM's remuneration policy for their responsibilities across the relevant Mercer business area. As all individuals have a number of areas of responsibilities, only the portion of remuneration for those individuals' services attributable to the AIF is included in the aggregate figures disclosed.

Members of staff and senior management of the Investment Manager typically provide both AIFMD and non-AIFMD related services in respect of multiple funds, clients and functions of the MGIM, MGIE and across the broader Mercer group. Therefore, the figures disclosed are a sum of each individual's portion of remuneration attributable to the AIF according to an objective apportionment methodology which acknowledges the multiple-service nature of the MGIE. Accordingly the figures are not representative of any individual's actual remuneration or their remuneration structure.

The amount of the total remuneration awarded by MGIE to its staff which has been attributed to the AIF in respect of the financial year ending 30 June 2020 is € 5,146,643 (30 June 2019: € 4,695,149). This figure is comprised of fixed remuneration of € 4,051,811 (30 June 2019: € 3,737,362) and variable remuneration of € 1,094,832 (30 June 2019: € 957,786). There were a total of 169 (30 June 2019: 125) beneficiaries of the remuneration described above.

The amount of the aggregate remuneration awarded by MGIE, which has been attributed to the AIF in respect of the financial year ending 30 June 2020, to its senior management was € 3,324,962 (30 June 2019: € 2,939,745), and to members of its staff whose actions have a material impact on the risk profile of the AIF was € 798,512 (30 June 2019: € 655,372).

**Securities Financing Transactions**

Article 13 of Regulation (EU) 2015/2365 on transparency of securities financing transactions (SFTs) and of reuse and amending Regulation (EU) No 648/2012, requires UCITS investment companies to provide the following information on the use made of SFTs and total return swaps (TRSs). As outlined in the offering documents, only Repurchase Agreements, Reverse Repurchase Agreements, Securities Lending and Total Return Swaps are considered SFTs for the purpose of this disclosure.

**Sub-Fund Name: Mercer Fundamental Indexation Global Equity CCF****Securities Lending Transactions****1. Below is the market value of assets engaged in securities financing transactions at 30 June 2020**

Currency	US\$ 29,270,533
% of Net Assets	2.69%

**2. Market value of securities on loan as % of Total Lendable Assets**

Currency	US\$ 29,270,533
% of Total Lendable Assets	2.92%

**3. Listed below are the top 10 Counterparties used for each type of SFT & TRS at 30 June 2020\***

Counterparty name	Bank of America Merrill Lynch
Value of outstanding transactions	US\$ 1,169,616
Country of establishment	United States of America
Counterparty name	BMO Capital Markets
Value of outstanding transactions	US\$ 895,635
Country of establishment	Canada
Counterparty name	Credit Suisse
Value of outstanding transactions	US\$ 23,144,584
Country of establishment	Switzerland
Counterparty name	HSBC Bank
Value of outstanding transactions	US\$ 465,542
Country of establishment	United Kingdom
Counterparty name	Morgan Stanley
Value of outstanding transactions	US\$ 3,502,805
Country of establishment	United States of America
Counterparty name	UBS Bank
Value of outstanding transactions	US\$ 92,351
Country of establishment	Switzerland

\*The above is a complete list of collateral issuers.

**4. Settlement/clearing for each type of SFT & TRS:**

Tri-party/Bi-Party

**5. Maturity tenor of the SFTs & TRSs**

Open maturity	US\$ 29,270,533
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**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Fundamental Indexation Global Equity CCF (continued)****Securities Lending Transactions (continued)****6. Type and Quality of Collateral**

Collateral type	Bond
Collateral quality/rating:	
Cash	-
Bonds	A/AA/AAA
Equities	-
Other	-

**7. Currency of Collateral**

US\$

**8. Maturity tenor of the Collateral received**

Less than 1 day	-
1 day to 1 week	-
1 week to 1 month	US\$ 79,000
1 to 3 months	US\$ 251,487
3 months to 1 year	US\$ 914,794
Greater than 1 year	US\$ 29,722,029
Open Maturity	-

**9. Ten largest Collateral issuers\***

Collateral Issuer	Canada (Government of)
Volume of collateral received	US\$ 101,149
Collateral Issuer	Federal Republic of Germany (Government of)
Volume of collateral received	US\$ 4,739,913
Collateral Issuer	French Republic (Government of)
Volume of collateral received	US\$ 6,694,710
Collateral Issuer	Japan (Government of)
Volume of collateral received	US\$ 536,000
Collateral Issuer	Kingdom of Belgium (Government of)
Volume of collateral received	US\$ 4,775,887
Collateral Issuer	Kingdom of Netherlands (Government of)
Volume of collateral received	US\$ 3,994,451
Collateral Issuer	Sweden (Government of)
Volume of collateral received	US\$ 25,137
Collateral Issuer	United Kingdom (Government of)
Volume of collateral received	US\$ 4,847,156
Collateral Issuer	United States of America (Government of)
Volume of collateral received	US\$ 5,252,907

\*The above is a complete list of collateral issuers.

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Fundamental Indexation Global Equity CCF (continued)****Securities Lending Transactions (continued)****10. Re-investment of Collateral received**

Stock Collateral re-invested	n/a
Permitted re-investment of Stock Collateral	n/a
Returns on Cash Collateral re-invested	n/a

**11. Safe-keeping of Collateral received**

Detailed in the table below are the number and names of the depositaries who are responsible for the safe-keeping of the collateral received in relation to each of the SFTs/TRSs held on the Sub-Fund.

Number of Depositaries	1
Depositary	State Street Custodial Services (Ireland) Limited
Stock Collateral	US\$ 30,967,310
Cash Collateral	n/a

**12. Returns and costs of the SFTs & TRSs****Sub-Fund**

Income received	US\$ 124,266
Gains/Losses	-
Costs incurred	US\$ 12,427
Net returns	US\$ 111,839
% of overall SFT Return	90.00%

**Third parties to the agreement**

Income received	US\$ 12,427
Gains/Losses	-
Costs incurred*	-
Net returns	US\$ 12,427
% of overall SFT Return	10.00%

\*Transaction costs relating to the securities lending transactions in relation to Third parties to the agreement are embedded in the income received, therefore they are not separately identifiable for disclosure within the financial statements.

**Securities Financing Transactions****Sub-Fund Name: Mercer Passive Global Equity CCF****Securities Lending Transactions****1. Below is the market value of assets engaged in securities financing transactions at 30 June 2020**

Currency	US\$ 42,285,830
% of Net Assets	2.08%

**2. Market value of securities on loan as % of Total Lendable Assets**

Currency	US\$ 42,285,830
% of Total Lendable Assets	2.34%

**3. Listed below are the top 10 Counterparties used for each type of SFT & TRS at 30 June 2020**

Counterparty name	Bank of America Merrill Lynch
Value of outstanding transactions	US\$ 3,936,173
Country of establishment	United States of America

Counterparty name	BMO Capital Markets
Value of outstanding transactions	US\$ 2,619,488
Country of establishment	Canada

Counterparty name	Citigroup
Value of outstanding transactions	US\$ 2,625,085
Country of establishment	United States of America

Counterparty name	Credit Suisse
Value of outstanding transactions	US\$ 6,878,081
Country of establishment	Switzerland

Counterparty name	Goldman Sachs
Value of outstanding transactions	US\$ 2,639,847
Country of establishment	United States of America

Counterparty name	HSBC Bank
Value of outstanding transactions	US\$ 901,643
Country of establishment	United Kingdom

Counterparty name	Macquarie Bank
Value of outstanding transactions	US\$ 952,268
Country of establishment	United Kingdom

Counterparty name	Morgan Stanley
Value of outstanding transactions	US\$ 8,315,857
Country of establishment	United States of America

Counterparty name	MUFG Securities
Value of outstanding transactions	US\$ 2,475,351
Country of establishment	United Kingdom

Counterparty name	UBS Bank
Value of outstanding transactions	US\$ 10,925,824
Country of establishment	Switzerland

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Passive Global Equity CCF (continued)****Securities Lending Transactions (continued)**

<b>4. Settlement/clearing for each type of SFT &amp; TRS:</b>		Tri-party/Bi-Party
<b>5. Maturity tenor of the SFTs &amp; TRSs</b>		
Open maturity		US\$ 42,285,830
<b>6. Type and Quality of Collateral</b>		
Collateral type		Bond
Collateral quality/rating:		
Cash		-
Bonds		A/AA/AAA
Equities		-
Other		-
<b>7. Currency of Collateral</b>		US\$
<b>8. Maturity tenor of the Collateral received</b>		
Less than 1 day		-
1 day to 1 week		US\$ 29,787
1 week to 1 month		US\$ 317,366
1 to 3 months		US\$ 1,325,257
3 months to 1 year		US\$ 1,851,478
Greater than 1 year		US\$ 41,235,512
Open Maturity		-
<b>9. Ten largest Collateral issuers*</b>		
Collateral Issuer	Canada (Government of)	
Volume of collateral received		US\$ 344,412
Collateral Issuer	Federal Republic of Germany (Government of)	
Volume of collateral received		US\$ 4,395,752
Collateral Issuer	French Republic (Government of)	
Volume of collateral received		US\$ 6,637,758
Collateral Issuer	Japan (Government of)	
Volume of collateral received		US\$ 9,678,579
Collateral Issuer	Kingdom of Belgium (Government of)	
Volume of collateral received		US\$ 4,792,820
Collateral Issuer	Kingdom of Netherlands (Government of)	
Volume of collateral received		US\$ 3,982,363
Collateral Issuer	Sweden (Government of)	
Volume of collateral received		US\$ 48,685
Collateral Issuer	United Kingdom (Government of)	
Volume of collateral received		US\$ 3,128,085



**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Passive Global Equity CCF (continued)****Securities Lending Transactions (continued)****9. Ten largest Collateral issuers\* (continued)**

Collateral Issuer	United States of America (Government of)
Volume of collateral received	US\$ 11,750,946

\*The above is a complete list of collateral issuers.

**10. Re-investment of Collateral received**

Stock Collateral re-invested	n/a
Permitted re-investment of Stock Collateral	n/a
Returns on Cash Collateral re-invested	n/a

**11. Safe-keeping of Collateral received**

Detailed in the table below are the number and names of the depositaries who are responsible for the safe-keeping of the collateral received in relation to each of the SFTs/TRSs held on the Sub-Fund.

Number of Depositaries	1
Depositary	State Street Custodial Services (Ireland) Limited
Stock Collateral	US\$ 44,759,400
Cash Collateral	n/a

**12. Returns and costs of the SFTs & TRSs****Sub-Fund**

Income received	US\$ 399,932
Gains/Losses	-
Costs incurred	US\$ 39,993
Net returns	US\$ 359,939
% of overall SFT Return	90.00%

**Third parties to the agreement**

Income received	US\$ 39,993
Gains/Losses	-
Costs incurred*	-
Net returns	US\$ 39,993
% of overall SFT Return	10.00%

\*Transaction costs relating to the securities lending transactions in relation to Third parties to the agreement are embedded in the income received, therefore they are not separately identifiable for disclosure within the financial statements.

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 2****Securities Lending Transactions****1. Below is the market value of assets engaged in securities financing transactions at 30 June 2020**

Currency	€ 58,268,882
% of Net Assets	0.55%

**2. Market value of securities on loan as % of Total Lendable Assets**

Currency	€ 58,268,882
% of Total Lendable Assets	0.58%

**3. Listed below are the top 10 Counterparties used for each type of SFT & TRS at 30 June 2020**

Counterparty name	Bank of America Merrill Lynch
Value of outstanding transactions	€ 12,133,434
Country of establishment	United States of America
Counterparty name	Barclays Bank
Value of outstanding transactions	€ 157,555
Country of establishment	United Kingdom
Counterparty name	BMO Capital Markets
Value of outstanding transactions	€ 1,068,323
Country of establishment	Canada
Counterparty name	Citigroup
Value of outstanding transactions	€ 2,563,801
Country of establishment	United States of America
Counterparty name	Credit Suisse
Value of outstanding transactions	€ 12,612,183
Country of establishment	Switzerland
Counterparty name	Goldman Sachs
Value of outstanding transactions	€ 922,076
Country of establishment	United States of America
Counterparty name	HSBC Bank
Value of outstanding transactions	€ 1,161,399
Country of establishment	United Kingdom
Counterparty name	Macquarie Bank
Value of outstanding transactions	€ 436,186
Country of establishment	United Kingdom
Counterparty name	Morgan Stanley
Value of outstanding transactions	€ 13,800,939
Country of establishment	United States of America
Counterparty name	UBS
Value of outstanding transactions	€ 13,412,986
Country of establishment	Switzerland

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 2 (continued)****Securities Lending Transactions (continued)****4. Settlement/clearing for each type of SFT & TRS:**

Tri-party/Bi-Party

**5. Maturity tenor of the SFTs & TRSs**

Open maturity € 58,268,882

**6. Type and Quality of Collateral**

Collateral type Bond

Collateral quality/rating:

Cash -

Bonds A/AA/AAA

Equities -

Other -

**7. Currency of Collateral**

US\$

**8. Maturity tenor of the Collateral received**

Less than 1 day -

1 day to 1 week € 19,787

1 week to 1 month € 799,195

1 to 3 months € 1,034,425

3 months to 1 year € 2,033,770

Greater than 1 year € 57,791,563

Open Maturity -

**9. Ten largest Collateral issuers\***Collateral Issuer Canada (Government of)  
Volume of collateral received € 501,024Collateral Issuer Federal Republic of Germany (Government of)  
Volume of collateral received € 4,402,821Collateral Issuer French Republic (Government of)  
Volume of collateral received € 8,357,759Collateral Issuer Japan (Government of)  
Volume of collateral received € 21,800,337Collateral Issuer Kingdom of Belgium (Government of)  
Volume of collateral received € 4,911,620Collateral Issuer Kingdom of Netherlands (Government of)  
Volume of collateral received € 5,131,932Collateral Issuer Sweden (Government of)  
Volume of collateral received € 59,610Collateral Issuer United Kingdom (Government of)  
Volume of collateral received € 3,003,179

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 2 (continued)****Securities Lending Transactions (continued)****9. Ten largest Collateral issuers\* (continued)**

Collateral Issuer	United States of America (Government of)
Volume of collateral received	€ 13,510,458

\*The above is a complete list of collateral issuers.

**10. Re-investment of Collateral received**

Stock Collateral re-invested	n/a
Permitted re-investment of Stock Collateral	n/a
Returns on Cash Collateral re-invested	n/a

**11. Safe-keeping of Collateral received**

Detailed in the table below are the number and names of the depositaries who are responsible for the safe-keeping of the collateral received in relation to each of the SFTs/TRSs held on the Sub-Fund.

Number of Depositaries	1
Depositary	State Street Custodial Services (Ireland) Limited
Stock Collateral	€ 61,678,740
Cash Collateral	n/a

**12. Returns and costs of the SFTs & TRSs****Sub-Fund**

Income received	€ 839,196
Gains/Losses	-
Costs incurred	€ 83,920
Net returns	€ 755,276
% of overall SFT Return	90.00%

**Third parties to the agreement**

Income received	€ 83,920
Gains/Losses	-
Costs incurred*	-
Net returns	€ 83,920
% of overall SFT Return	10.00%

\*Transaction costs relating to the securities lending transactions in relation to Third parties to the agreement are embedded in the income received, therefore they are not separately identifiable for disclosure within the financial statements.

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 3 CCF****Repurchase and Reverse Repurchase Transactions****1. Below is the market value of assets engaged in securities financing transactions at 30 June 2020**

Currency	GB£ (336,031,867)
% of Net Assets	(31.07)%

**2. Listed below are the top 10 Counterparties used for each type of SFT & TRS at 30 June 2020\***

Counterparty name	Barclays Bank
Value of outstanding transactions	GB£ (34,648,400)
Country of establishment	United Kingdom
Counterparty name	Canadian Imperial Bank of Commerce
Value of outstanding transactions	GB£ (43,130,100)
Country of establishment	Canada
Counterparty name	HSBC Bank
Value of outstanding transactions	GB£ (24,530,057)
Country of establishment	United Kingdom
Counterparty name	Lloyds Bank
Value of outstanding transactions	GB£ (46,649,850)
Country of establishment	United Kingdom
Counterparty name	Mizuho International
Value of outstanding transactions	GB£ (22,015,000)
Country of establishment	United Kingdom
Counterparty name	National Australia Bank
Value of outstanding transactions	GB£ (49,188,060)
Country of establishment	Australia
Counterparty name	ScotiaBank
Value of outstanding transactions	GB£ 20,056,100
Country of establishment	Canada
Counterparty name	Societe Generale
Value of outstanding transactions	GB£ (49,512,500)
Country of establishment	France
Counterparty name	Toronto Dominion Bank
Value of outstanding transactions	GB£ (86,414,000)
Country of establishment	Canada

\*The above is a complete list of counterparties.

**3. Settlement/clearing for each type of SFT & TRS:**

Bi-Lateral

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 3 CCF (continued)****Repurchase and Reverse Repurchase Transactions (continued)****4. Maturity tenor of the SFTs & TRSs**

Less than 1 day	-
1 day to 1 week	GB£ (34,648,400)
1 week to 1 month	GB£ (5,663,757)
1 to 3 months	GB£ (96,060,410)
3 months to 1 year	GB£ (199,659,300)
Greater than 1 year	-
Open Maturity	-

**5. Type and Quality of Collateral**

Collateral type	Bond
Collateral quality/rating:	
Cash	-
Bonds	AA
Equities	-
Other	-

**6. Currency of Collateral**

GB£

**7. Maturity tenor of the Collateral received**

Less than 1 day	-
1 day to 1 week	-
1 week to 1 month	-
1 to 3 months	-
3 months to 1 year	-
Greater than 1 year	GB£ 287,439,832
Open Maturity	-

**8. Ten largest Collateral issuers\***

Collateral issuer	United Kingdom (Government of)
Volume of collateral received	GB£ 287,439,832

\*The above is a complete list of collateral issuers.

**9. Re-investment of Collateral received**

Stock Collateral re-invested	n/a
Permitted re-investment of Stock Collateral	n/a
Returns on Cash Collateral re-invested	n/a

**10. Safe-keeping of Collateral received**

Detailed in the table below are the number and names of the depositaries who are responsible for the safe-keeping of the collateral received in relation to each of the SFTs/TRSs held on the Sub-Fund.

Number of Depositaries	1
Depositary	State Street Custodial Services (Ireland)
Stock Collateral	GB£ 287,439,832
Cash Collateral	n/a

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 3 CCF (continued)****Repurchase and Reverse Repurchase Transactions (continued)****11. Safe-keeping of Collateral pledged**

Included in the table below are details of the safe-keeping of the collateral pledged from the Sub-Fund to the relevant counterparties in relation to each of the SFTs held on the Sub-Funds.

Total Value of Collateral pledged	GB£ 37,986,786	GB£ 43,888,650	GB£ 64,543,970	GB£ 209,190,639	GB£ 21,989,800
Counterparty	Barclays Bank	Canadian Imperial Bank of Commerce	HSBC Bank	Lloyds Bank	Mizuho International
% held in segregated accounts	100%	100%	100%	100%	100%
% held in pooled accounts	0%	0%	0%	0%	0%
% held in other accounts	0%	0%	0%	0%	0%
Total	100%	100%	100%	100%	100%
Total Value of Collateral pledged	GB£ 53,955,720	GB£ 50,160,305	GB£ 51,650,250	GB£ 87,344,040	
Counterparty	National Australia Bank	ScotiaBank	Societe Generale	Toronto Dominion Bank	
% held in segregated accounts	100%	100%	100%	100%	
% held in pooled accounts	0%	0%	0%	0%	
% held in other accounts	0%	0%	0%	0%	
Total	100%	100%	100%	100%	

**12. Returns and costs of the SFTs & TRSs**

Loss incurred	GB£ (1,436,409)
Gains/Losses	-
Costs incurred*	-
Net returns	GB£ (1,436,409)

\*Transactions costs relating to the reverse repurchase agreement and repurchase agreement are embedded in the interest rate applied to each contract, therefore they are not separately identifiable for disclosure within the financial statements.

Repurchase and reverse repurchase transactions details disclosed in the table above have been netted.

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 3 CCF (continued)****Total Return Swaps****1. Below is the market value of assets engaged in securities financing transactions at 30 June 2020**

Currency	GBP 7,544,349
% of Net Assets	0.70%

**2. Listed below are the top 10 Counterparties used for each type of SFT & TRS at 30 June 2020\***

Counterparty name	Citigroup
Value of outstanding transactions	GBP 5,365,877
Country of establishment	United States of America

Counterparty name	HSBC Bank
Value of outstanding transactions	GBP 597,286
Country of establishment	United Kingdom

Counterparty name	JP Morgan Chase Bank
Value of outstanding transactions	GBP 1,581,186
Country of establishment	United States of America

\*The above is a complete list of counterparties.

**3. Settlement/clearing for each type of SFT & TRS:**

Bi-Lateral

**4. Maturity tenor of the SFTs & TRSs**

Less than 1 day	-
1 day to 1 week	-
1 week to 1 month	-
1 to 3 months	-
3 months to 1 year	GBP 5,796,448
Greater than 1 year	GBP 1,747,901
Open Maturity	-

**5. Type and Quality of Collateral**

Collateral type	-
Collateral quality/rating:	
Cash	-
Bonds	-
Equities	-
Other	-

**6. Currency of Collateral**

-

**7. Maturity tenor of the Collateral received**

Less than 1 day	-
1 day to 1 week	-
1 week to 1 month	-
1 to 3 months	-
3 months to 1 year	-
Greater than 1 year	-
Open maturity	-



**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 3 CCF (continued)****Total Return Swaps (continued)****8. Ten largest Collateral Issuers\***

Collateral Issuer	n/a
Volume of collateral received	n/a

*\*The above is a complete list of collateral issuers.*

**9. Returns and costs of the SFTs & TRSs**

Income received	-
Gains/Losses	GB£ 7,544,349
Costs incurred*	-
Net returns	GB£ 7,544,349

*\*Transactions costs relating to the total return swaps transactions are embedded in the interest rate applied to each contract, therefore they are not separately identifiable for disclosure within the financial statements.*

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 3 CCF (continued)****Short Sale Transactions****1. Below is the market value of assets engaged in securities financing transactions at 30 June 2020**

Currency	GB£ (429,353,173)
% of Net Assets	(39.70)%

**2. Listed below are the top 10 Counterparties used for each type of SFT & TRS at 30 June 2020\***

Counterparty name	HSBC Bank
Value of outstanding transactions	GB£ (38,982,854)
Country of establishment	United Kingdom

Counterparty name	Lloyds Bank
Value of outstanding transactions	GB£ (149,662,557)
Country of establishment	United Kingdom

Counterparty name	Morgan Stanley
Value of outstanding transactions	GB£ (64,110,300)
Country of establishment	United States of America

Counterparty name	Nomura International
Value of outstanding transactions	GB£ (18,168,765)
Country of establishment	United Kingdom

Counterparty name	Royal Bank of Canada
Value of outstanding transactions	GB£ (86,262,081)
Country of establishment	Canada

Counterparty name	Societe Generale
Value of outstanding transactions	GB£ (72,166,616)
Country of establishment	France

\*The above is a complete list of counterparties.

**3. Settlement/clearing for each type of SFT & TRS:**

Bi-Lateral

**4. Maturity tenor of the SFTs & TRSs**

Less than 1 day	-
1 day to 1 week	-
1 week to 1 month	-
1 to 3 months	-
3 months to 1 year	-
Greater than 1 year	GB£ (429,353,173)
Open Maturity	-

**5. Type and Quality of Collateral**

Collateral type	n/a
Collateral quality/rating:	
Cash	-
Bonds	-
Equities	-
Other	-

**Securities Financing Transactions (continued)**

**Sub-Fund Name: Mercer Investment Fund 3 CCF (continued)**

**Short Sale Transactions (continued)**

**6. Currency of Collateral**

-

**7. Maturity tenor of the Collateral received**

Less than 1 day

-

1 day to 1 week

-

1 week to 1 month

-

1 to 3 months

-

3 months to 1 year

-

Greater than 1 year

-

Open maturity

-

**8. Ten largest Collateral issuers**

Collateral issuer

n/a

Volume of collateral received

n/a

**9. Returns and costs of the SFTs & TRSs**

Loss incurred

GB£ (4,176,157)

Gains/Losses

-

Costs incurred

-

Net returns

GB£ (4,176,157)

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 10****Securities Lending Transactions****1. Below is the market value of assets engaged in securities financing transactions at 30 June 2020**

Currency	GBP 23,140,688
% of Net Assets	0.69%

**2. Market value of securities on loan as % of Total Lendable Assets**

Currency	GBP 23,140,688
% of Total Lendable Assets	1.28%

**3. Listed below are the top 10 Counterparties used for each type of SFT & TRS at 30 June 2020**

Counterparty name	Bank of America Merrill Lynch
Value of outstanding transactions	GBP 1,205,275
Country of establishment	United States of America

Counterparty name	Barclays Bank
Value of outstanding transactions	GBP 5,771,337
Country of establishment	United Kingdom

Counterparty name	BMO Capital Markets
Value of outstanding transactions	GBP 961,777
Country of establishment	Canada

Counterparty name	BNP Paribas
Value of outstanding transactions	GBP 1,947,794
Country of establishment	France

Counterparty name	Citigroup
Value of outstanding transactions	GBP 1,177,984
Country of establishment	United States of America

Counterparty name	Credit Suisse
Value of outstanding transactions	GBP 6,283,105
Country of establishment	Switzerland

Counterparty name	Goldman Sachs
Value of outstanding transactions	GBP 556,730
Country of establishment	United States of America

Counterparty name	HSBC Bank
Value of outstanding transactions	GBP 72,442
Country of establishment	United Kingdom

Counterparty name	Morgan Stanley
Value of outstanding transactions	GBP 2,221,105
Country of establishment	United States of America

Counterparty name	UBS
Value of outstanding transactions	GBP 2,943,139
Country of establishment	Switzerland

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 10 (continued)****Securities Lending Transactions (continued)**

<b>4. Settlement/clearing for each type of SFT &amp; TRS:</b>		Tri-Party/Bi-Party
<b>5. Maturity tenor of the SFTs &amp; TRSs</b>		
Open maturity		GB£ 23,140,688
<b>6. Type and Quality of Collateral</b>		
Collateral type		Bond
Collateral quality/rating:		
Cash		-
Bonds		A/AA/AAA
Equities		-
Other		-
<b>7. Currency of Collateral</b>		€/GB£/US\$
<b>8. Maturity tenor of the Collateral received</b>		
Less than 1 day		-
1 day to 1 week		GB£ 5,632
1 week to 1 month		GB£ 188,306
1 to 3 months		GB£ 2,409,143
3 months to 1 year		GB£ 3,715,950
Greater than 1 year		GB£ 18,172,097
Open Maturity		-
<b>9. Ten largest Collateral issuers*</b>		
Collateral Issuer	Canada (Government of)	
Volume of collateral received		GB£ 30,065
Collateral Issuer	Federal Republic of Germany (Government of)	
Volume of collateral received		GB£ 1,522,576
Collateral Issuer	French Republic (Government of)	
Volume of collateral received		GB£ 3,736,274
Collateral Issuer	Japan (Government of)	
Volume of collateral received		GB£ 10,458,111
Collateral Issuer	Kingdom of Belgium (Government of)	
Volume of collateral received		GB£ 1,467,160
Collateral Issuer	Kingdom of Netherlands (Government of)	
Volume of collateral received		GB£ 2,373,987
Collateral Issuer	Sweden (Government of)	
Volume of collateral received		GB£ 3,912
Collateral Issuer	United Kingdom (Government of)	
Volume of collateral received		GB£ 856,958

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 10 (continued)****Securities Lending Transactions (continued)****9. Ten largest Collateral issuers\* (continued)**

Collateral Issuer	United States of America (Government of)
Volume of collateral received	GB£ 4,042,085

\*The above is a complete list of collateral issuers.

**10. Re-investment of Collateral received**

Stock Collateral re-invested	n/a
Permitted re-investment of Stock Collateral	n/a
Returns on Cash Collateral re-invested	n/a

**11. Safe-keeping of Collateral received**

Detailed in the table below are the number and names of the depositaries who are responsible for the safe-keeping of the collateral received in relation to each of the SFTs/TRSs held on the Sub-Fund.

Number of Depositaries	1
Depositary	State Street Custodial Services (Ireland) Limited
Stock Collateral	GB£ 24,491,128
Cash Collateral	n/a

**12. Returns and costs of the SFTs & TRSs****Sub-Fund**

Income received	GB£ 92,145
Gains/Losses	-
Costs incurred	GB£ 9,215
Net returns	GB£ 82,930
% of overall SFT Return	90.00%

**Third parties to the agreement**

Income received	GB£ 9,215
Gains/Losses	-
Costs incurred*	-
Net returns	GB£ 9,215
% of overall SFT Return	10.00%

\*Transaction costs relating to the securities lending transactions in relation to Third parties to the agreement are embedded in the income received, therefore they are not separately identifiable for disclosure within the financial statements.

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 11****Securities Lending Transactions****1. Below is the market value of assets engaged in securities financing transactions at 30 June 2020**

Currency	GB£ 12,400,537
% of Net Assets	0.64%

**2. Market value of securities on loan as % of Total Lendable Assets**

Currency	GB£ 12,400,537
% of Total Lendable Assets	1.37%

**3. Listed below are the top 10 Counterparties used for each type of SFT & TRS at 30 June 2020**

Counterparty name	Bank of America Merrill Lynch
Value of outstanding transactions	GB£ 1,025,120
Country of establishment	United States of America

Counterparty name	Barclays Bank
Value of outstanding transactions	GB£ 2,366,965
Country of establishment	United Kingdom

Counterparty name	BMO Capital Markets
Value of outstanding transactions	GB£ 734,177
Country of establishment	Canada

Counterparty name	BNP Paribas
Value of outstanding transactions	GB£ 20,090
Country of establishment	France

Counterparty name	Citigroup
Value of outstanding transactions	GB£ 891,170
Country of establishment	United States of America

Counterparty name	Credit Suisse
Value of outstanding transactions	GB£ 2,959,114
Country of establishment	Switzerland

Counterparty name	Goldman Sachs
Value of outstanding transactions	GB£ 308,165
Country of establishment	United States of America

Counterparty name	HSBC Bank
Value of outstanding transactions	GB£ 39,185
Country of establishment	United Kingdom

Counterparty name	Morgan Stanley
Value of outstanding transactions	GB£ 1,737,593
Country of establishment	United States of America

Counterparty name	UBS
Value of outstanding transactions	GB£ 2,318,958
Country of establishment	Switzerland

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 11 (continued)****Securities Lending Transactions (continued)**

<b>4. Settlement/clearing for each type of SFT &amp; TRS:</b>		Tri-Party/Bi-Party
<b>5. Maturity tenor of the SFTs &amp; TRSs</b>		
Open maturity		GB£ 12,400,537
<b>6. Type and Quality of Collateral</b>		
Collateral Type		Bond
Collateral Quality/Rating:		
Cash		-
Bonds		A/AA/AAA
Equities		-
Other		-
<b>7. Currency of Collateral</b>		€/GB£/US\$
<b>8. Maturity tenor of the Collateral received</b>		
Less than 1 day		-
1 day to 1 week		GB£ 10,848
1 week to 1 month		GB£ 111,245
1 to 3 months		GB£ 309,068
3 months to 1 year		GB£ 1,670,589
Greater than 1 year		GB£ 11,041,870
Open Maturity		-
<b>9. Ten largest Collateral issuers*</b>		
Collateral Issuer	Canada (Government of)	
Volume of collateral received		GB£ 28,762
Collateral Issuer	Federal Republic of Germany (Government of)	
Volume of collateral received		GB£ 1,003,538
Collateral Issuer	French Republic (Government of)	
Volume of collateral received		GB£ 2,240,652
Collateral Issuer	Japan (Government of)	
Volume of collateral received		GB£ 4,066,777
Collateral Issuer	Kingdom of Belgium (Government of)	
Volume of collateral received		GB£ 1,103,645
Collateral Issuer	Kingdom of Netherlands (Government of)	
Volume of collateral received		GB£ 1,319,441
Collateral Issuer	Sweden (Government of)	
Volume of collateral received		GB£ 2,116
Collateral Issuer	United Kingdom (Government of)	
Volume of collateral received		GB£ 582,148



**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 11 (continued)****Securities Lending Transactions (continued)****9. Ten largest Collateral issuers\* (continued)**

Collateral Issuer	United States of America (Government of)
Volume of collateral received	GB£ 2,796,541

\*The above is a complete list of collateral issuers.

**10. Re-investment of Collateral received**

Stock Collateral re-invested	n/a
Permitted re-investment of Stock Collateral	n/a
Returns on Cash Collateral re-invested	n/a

**11. Safe-keeping of Collateral received**

Detailed in the table below are the number and names of the depositaries who are responsible for the safe-keeping of the collateral received in relation to each of the SFTs/TRSs held on the Sub-Fund.

Number of Depositaries	1
Depositary	State Street Custodial Services (Ireland) Limited
Stock Collateral	GB£ 13,143,620
Cash Collateral	n/a

**12. Returns and costs of the SFTs & TRSs****Sub-Fund**

Income received	GB£ 73,874
Gains/Losses	-
Costs incurred	GB£ 7,387
Net returns	GB£ 66,487
% of overall SFT Return	90.00%

**Third parties to the agreement**

Income received	GB£ 7,387
Gains/Losses	-
Costs incurred*	-
Net returns	GB£ 7,387
% of overall SFT Return	10.00%

\*Transaction costs relating to the securities lending transactions in relation to Third parties to the agreement are embedded in the income received, therefore they are not separately identifiable for disclosure within the financial statements.

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 12****Securities Lending Transactions****1. Below is the market value of assets engaged in securities financing transactions at 30 June 2020**

Currency	GB£ 8,276,434
% of Net Assets	0.68%

**2. Market value of securities on loan as % of Total Lendable Assets**

Currency	GB£ 8,276,434
% of Total Lendable Assets	1.49%

**3. Listed below are the top 10 Counterparties used for each type of SFT & TRS at 30 June 2020**

Counterparty name	Bank of America Merrill Lynch
Value of outstanding transactions	GB£ 712,360
Country of establishment	United States of America

Counterparty name	Barclays Bank
Value of outstanding transactions	GB£ 1,137,354
Country of establishment	United Kingdom

Counterparty name	BMO Capital Markets
Value of outstanding transactions	GB£ 521,913
Country of establishment	Canada

Counterparty name	BNP Paribas
Value of outstanding transactions	GB£ 13,755
Country of establishment	France

Counterparty name	Citigroup
Value of outstanding transactions	GB£ 645,614
Country of establishment	United States of America

Counterparty name	Credit Suisse
Value of outstanding transactions	GB£ 2,086,459
Country of establishment	Switzerland

Counterparty name	Goldman Sachs
Value of outstanding transactions	GB£ 212,577
Country of establishment	United States of America

Counterparty name	HSBC Bank
Value of outstanding transactions	GB£ 166,178
Country of establishment	United Kingdom

Counterparty name	Morgan Stanley
Value of outstanding transactions	GB£ 1,254,262
Country of establishment	United States of America

Counterparty name	UBS
Value of outstanding transactions	GB£ 1,525,962
Country of establishment	Switzerland

**4. Settlement/clearing for each type of SFT & TRS:**

Tri-Party/Bi-Party

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 12 (continued)****Securities Lending Transactions (continued)****5. Maturity tenor of the SFTs & TRSs**

Open maturity	GB£ 8,276,434
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**6. Type and Quality of Collateral**

Collateral type	Bond
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Collateral quality/rating:

Cash	-
Bonds	A/AA/AAA
Equities	-
Other	-

**7. Currency of Collateral**

€/GB£/US\$
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**8. Maturity tenor of the Collateral received**

Less than 1 day	-
1 day to 1 week	GB£ 7,251
1 week to 1 month	GB£ 76,530
1 to 3 months	GB£ 216,235
3 months to 1 year	GB£ 907,638
Greater than 1 year	GB£ 7,573,343
Open Maturity	-

**9. Ten largest Collateral issuers\***

Collateral Issuer	Canada (Government of)
Volume of collateral received	GB£ 21,537
Collateral Issuer	Federal Republic of Germany (Government of)
Volume of collateral received	GB£ 744,087
Collateral Issuer	French Republic (Government of)
Volume of collateral received	GB£ 1,503,887
Collateral Issuer	Japan (Government of)
Volume of collateral received	GB£ 2,263,341
Collateral Issuer	Kingdom of Belgium (Government of)
Volume of collateral received	GB£ 797,073
Collateral Issuer	Kingdom of Netherlands (Government of)
Volume of collateral received	GB£ 857,726
Collateral Issuer	Sweden (Government of)
Volume of collateral received	GB£ 8,973
Collateral Issuer	United Kingdom (Government of)
Volume of collateral received	GB£ 521,714
Collateral Issuer	United States of America (Government of)
Volume of collateral received	GB£ 2,062,659

\*The above is a complete list of collateral issuers.

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 12 (continued)****Securities Lending Transactions (continued)****10. Re-investment of Collateral received**

Stock Collateral re-invested	n/a
Permitted re-investment of Stock Collateral	n/a
Returns on Cash Collateral re-invested	n/a

**11. Safe-keeping of Collateral received**

Detailed in the table below are the number and names of the depositories who are responsible for the safe-keeping of the collateral received in relation to each of the SFTs/TRSs held on the Sub-Fund.

Number of Depositories	1
Depository	State Street Custodial Services (Ireland) Limited
Stock Collateral	GB£ 8,780,997
Cash Collateral	n/a

**12. Returns and costs of the SFTs & TRSs****Sub-Fund**

Income received	GB£ 52,452
Gains/Losses	-
Costs incurred	GB£ 5,245
Net returns	GB£ 47,207
% of overall SFT Return	90.00%

**Third parties to the agreement**

Income received	GB£ 5,245
Gains/Losses	-
Costs incurred*	-
Net returns	GB£ 5,245
% of overall SFT Return	10.00%

\*Transaction costs relating to the securities lending transactions in relation to Third parties to the agreement are embedded in the income received, therefore they are not separately identifiable for disclosure within the financial statements.

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 16****Securities Lending Transactions****1. Below is the market value of assets engaged in securities financing transactions at 30 June 2020**

Currency	US\$ 22,581,456
% of Net Assets	1.49%

**2. Market value of securities on loan as % of Total Lendable Assets**

Currency	US\$ 22,581,456
% of Total Lendable Assets	1.62%

**3. Listed below are the top 10 Counterparties used for each type of SFT & TRS at 30 June 2020**

Counterparty name	Bank of America Merrill Lynch
Value of outstanding transactions	US\$ 2,621,227
Country of establishment	United States of America

Counterparty name	Barclays Capital
Value of outstanding transactions	US\$ 157,100
Country of establishment	United Kingdom

Counterparty name	BMO Capital Markets
Value of outstanding transactions	US\$ 2,133,449
Country of establishment	Canada

Counterparty name	BNP Paribas
Value of outstanding transactions	US\$ 2,109,653
Country of establishment	France

Counterparty name	Citigroup
Value of outstanding transactions	US\$ 2,207,523
Country of establishment	United States of America

Counterparty name	Credit Suisse
Value of outstanding transactions	US\$ 4,133,384
Country of establishment	Switzerland

Counterparty name	Goldman Sachs
Value of outstanding transactions	US\$ 982,152
Country of establishment	United States of America

Counterparty name	Macquarie Bank
Value of outstanding transactions	US\$ 191,675
Country of establishment	United Kingdom

Counterparty name	Morgan Stanley
Value of outstanding transactions	US\$ 4,548,508
Country of establishment	United States of America

Counterparty name	UBS
Value of outstanding transactions	US\$ 3,475,757
Country of establishment	Switzerland

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 16 (continued)****Securities Lending Transactions (continued)**

<b>4. Settlement/clearing for each type of SFT &amp; TRS:</b>		Tri-Party/Bi-Party
<b>5. Maturity tenor of the SFTs &amp; TRSs</b>		
Open maturity		GB£ 22,581,456
<b>6. Type and Quality of Collateral</b>		
Collateral type		Bond
Collateral quality/rating:		
Cash		-
Bonds		A/AA/AAA
Equities		-
Other		-
<b>7. Currency of Collateral</b>		€/GB£/US\$
<b>8. Maturity tenor of the Collateral received</b>		
Less than 1 day		-
1 day to 1 week		GB£ 2,136
1 week to 1 month		GB£ 354,575
1 to 3 months		GB£ 2,927,382
3 months to 1 year		GB£ 1,129,319
Greater than 1 year		GB£ 19,540,395
Open Maturity		-
<b>9. Ten largest Collateral issuers*</b>		
Collateral Issuer	Canada (Government of)	
Volume of collateral received		GB£ 48,794
Collateral Issuer	Federal Republic of Germany (Government of)	
Volume of collateral received		GB£ 1,736,190
Collateral Issuer	French Republic (Government of)	
Volume of collateral received		GB£ 2,704,310
Collateral Issuer	Japan (Government of)	
Volume of collateral received		GB£ 7,161,756
Collateral Issuer	Kingdom of Belgium (Government of)	
Volume of collateral received		GB£ 1,771,021
Collateral Issuer	Kingdom of Netherlands (Government of)	
Volume of collateral received		GB£ 1,817,613
Collateral Issuer	Sweden (Government of)	
Volume of collateral received		GB£ 713
Collateral Issuer	United Kingdom (Government of)	
Volume of collateral received		GB£ 1,356,485

**Securities Financing Transactions (continued)****Sub-Fund Name: Mercer Investment Fund 16 (continued)****Securities Lending Transactions (continued)****9. Ten largest Collateral issuers\* (continued)**

Collateral Issuer	United States of America (Government of)
Volume of collateral received	GB£ 7,356,925

\*The above is a complete list of collateral issuers.

**10. Re-investment of Collateral received**

Stock Collateral re-invested	n/a
Permitted re-investment of Stock Collateral	n/a
Returns on Cash Collateral re-invested	n/a

**11. Safe-keeping of Collateral received**

Detailed in the table below are the number and names of the depositaries who are responsible for the safe-keeping of the collateral received in relation to each of the SFTs/TRSs held on the Sub-Fund.

Number of Depositaries	1
Depositary	State Street Custodial Services (Ireland) Limited
Stock Collateral	GB£ 23,953,807
Cash Collateral	n/a

**12. Returns and costs of the SFTs & TRSs****Sub-Fund**

Income received	GB£ 243,986
Gains/Losses	-
Costs incurred	GB£ 24,399
Net returns	GB£ 219,587
% of overall SFT Return	90.00%

**Third parties to the agreement**

Income received	GB£ 24,399
Gains/Losses	-
Costs incurred*	-
Net returns	GB£ 24,399
% of overall SFT Return	10.00%

\*Transaction costs relating to the securities lending transactions in relation to Third parties to the agreement are embedded in the income received, therefore they are not separately identifiable for disclosure within the financial statements.