



Special
Metals
Wiggin
Pension Plan

Annual
Implementation
Statement

March 2021

Overview of Trustee Policies on Voting and Engagement

The Trustee of the Special Metals Wiggin Pension Plan (the "Trustee" and the "Plan" respectively) believes their investment managers are best suited to engage directly with investee companies regarding their performance, strategy, capital structure, management of actual or potential conflicts of interest, and other risks. The Trustee expects their appointed investment managers to vote proxies on behalf of the Plan and to exercise any voting rights held, bearing in mind the costs of doing so. In instances where the Trustee is obligated to act directly with respect to an investment, they intend for their investment consultant, Vantage Consulting Group ("Vantage"), to directly assist them in exercising any voting rights held. In any case, the Trustee believes such voting activity should be performed in such ways as to enhance the value of their investments over the long-term. If the Trustee feels that a current or prospective investment manager does not appropriately consider voting obligations, the Trustee may choose either to not invest or disinvest (i.e. "vote with their feet").

Report on Investment Manager Voting Activity

Vantage has provided the Trustee with investment manager voting policies and relevant data regarding recent investment manager voting activity. The Trustee reviewed this data, noting that while there was a divergence in the data provided by the managers, overall engagement appeared high where applicable. Investment managers with longer-term equity positions reported actively voting company proxies in accordance with the policies. Where available, significant voting activity was reviewed, including Board of Directors appointments, executive pay, corporate actions (such as mergers and acquisitions) and significant business transactions.

It should be noted that investment manager voting engagement is less important for certain investment strategies with a shorter-term investment horizon, such as quantitative strategies which employ active trading. Certain investment managers elect specifically not to vote proxies due to a position that the cost outweighs the benefit or because they rarely hold securities with voting rights. Taking the variety of investment management strategies into consideration, the Trustee was satisfied that investment manager voting and engagement was acceptable and supported efforts to ensure long-term value. The Trustee intends to continually refine their data gathering and assessment in future periods in accordance with PLSA guidelines.

Investment Manager ESG Considerations

The Trustee expects Investment Managers to account for financially material Environmental, Social and Governance ("ESG") considerations in the selection, retention, and realization of those investments over the medium- to long-term. The Trustee may also engage investment managers where ESG considerations are not directly relevant, either as a function of the short-term nature of the underlying trading strategy or the nature of the financial assets traded by the Manager. Where available, the Trustee has reviewed investment manager ESG policies to ensure managers have considered how such factors may affect the long-term performance (positively or negatively) of investments. Most of the appointed investment managers apply a relevant ESG policy, either to their corporate or investment practices. Managers appointed to invest in equity securities via separately managed account structures typically employ a robust ESG process in the selection and monitoring of investments, applying internal and external research (such as MSCI ESG ratings) and be compliant with the Principles of Responsible Investing (PRI) guidelines. Overall, the Trustee is satisfied that their appointed investment managers are adequately taking into account appropriate ESG considerations.

Report on Trustee Voting Activity

During the most recent Plan year, the Trustee voted on certain matters relevant to assets held directly by the Plan. The Trustee has reviewed a record of their voting activities during the year. The most significant events of the year include Ascension Healthcare's fundraising efforts to progress certain of their novel preclinical drug programs, as well as Royalty Pharma's restructuring activity in advance of their successful Initial Public Offering in June 2020. During the year the Trustee also voted several proxies for the annual general meetings of pooled funds. These proxies ratified board of director auditor appointments, and unless fee or structure amendments were proposed, were not deemed individually material enough for mention in this Statement. Votes on fund proxies were cast directly, and due to the private nature of these investments, the Trustee did not utilize a third-party proxy service provider. The Trustee believes that they have executed their voting rights appropriately over the course of the Plan year.

A summary list of significant events and Trustee voting activity is referenced in the table below.

Investment	Event	Trustee Voting Activity	Result (Pass/Fail)
RPI International Holdings 2019, LP	Consent that the GP will exchange 92% of interest of each LP for RPRX shares (pre-IPO), with the IPO shares being subject to standard lock-up terms	For	Pass
Ascension Healthcare Plc	Consent for Ascension to borrow approximately GBP 9.3 million from the British Business Bank and the Company's shareholders via convertible loan structure	For	Pass

Compliance with the Statement of Investment Principles

The Trustee has ensured compliance with the SIP through the following actions:

- The Trustee obtained monthly investment monitoring reports from their consultant, which contain recent investment performance, cash flow reporting, and risk/return metrics
- The Trustee met with their investment consultant at least three times during the year to discuss investment manager performance and then-current asset allocation versus target ranges
- In addition to the above actions, ad hoc trustee meetings were called to consider significant investment events or recommendations, such as those mentioned above in the table of significant votes taken by the Trustee during the year
- Manager recommendations were supported by detailed reports provided by the investment consultant, which considered the merits of any new investments alongside their projected pro forma impact on asset allocation and the risk / return profile of the Plan