

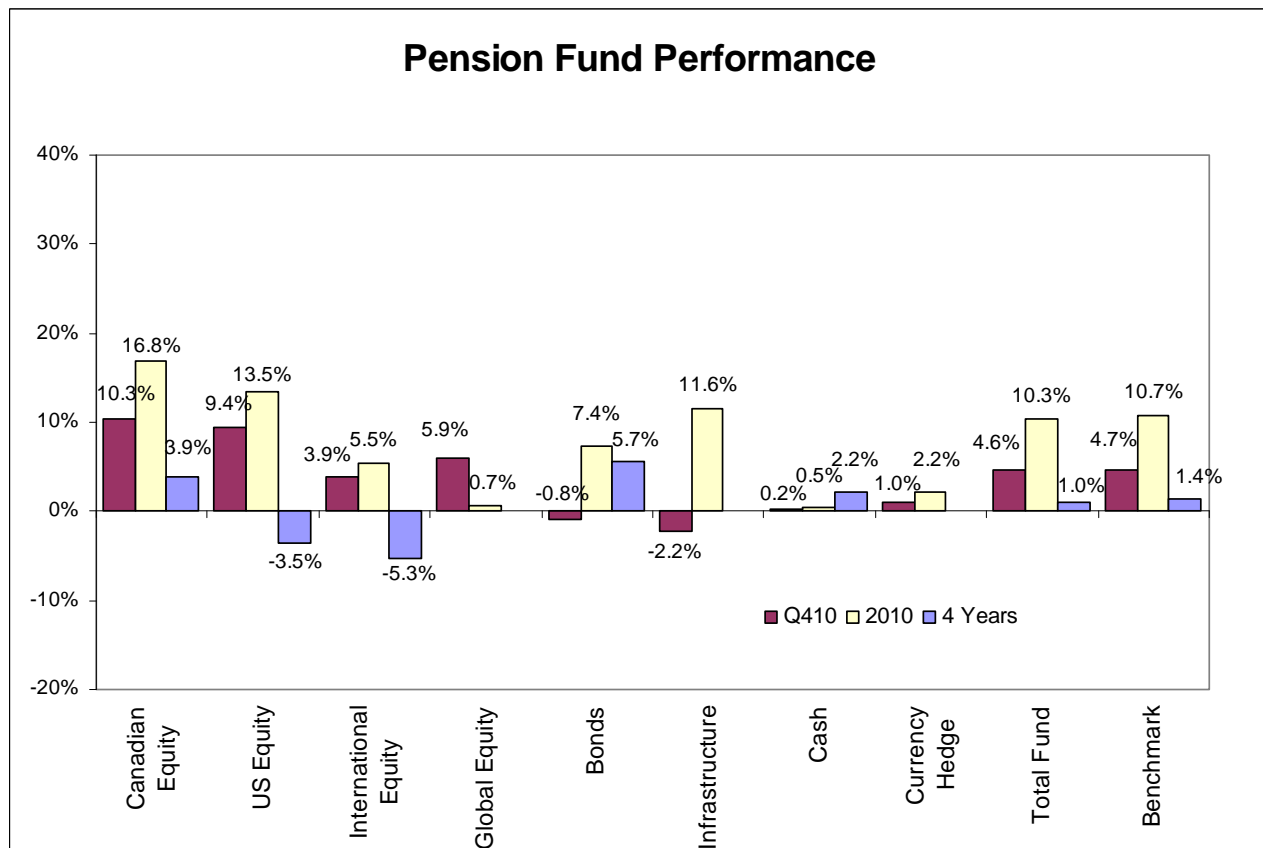


### Fund Review for 2010

Following a difficult first half of the year, the global equity markets rallied in the latter part of 2010 to finish the year on a positive note. Propelled by fairly strong growth and low or falling inflation, fiscal problems in Europe and rising energy prices could not derail some recovery in most markets. Growth prospects in other parts of the world drove commodity prices higher, favouring Canada, and leading the Canadian equity markets to the highest gains of the major global markets.

In the bond market, yields declined for the first three quarters of the year and started rising again by the end, producing solid gains over the year. The Canadian dollar appreciated relative to major foreign currencies, reducing the foreign returns when translated into Canadian dollars. The Fund policy of hedging 50% of the foreign currency exposure back to Canadian dollars (selling the foreign currencies and buying Canadian dollars), dampened the impact of the foreign currency fluctuations and positively contributed to the Fund return.

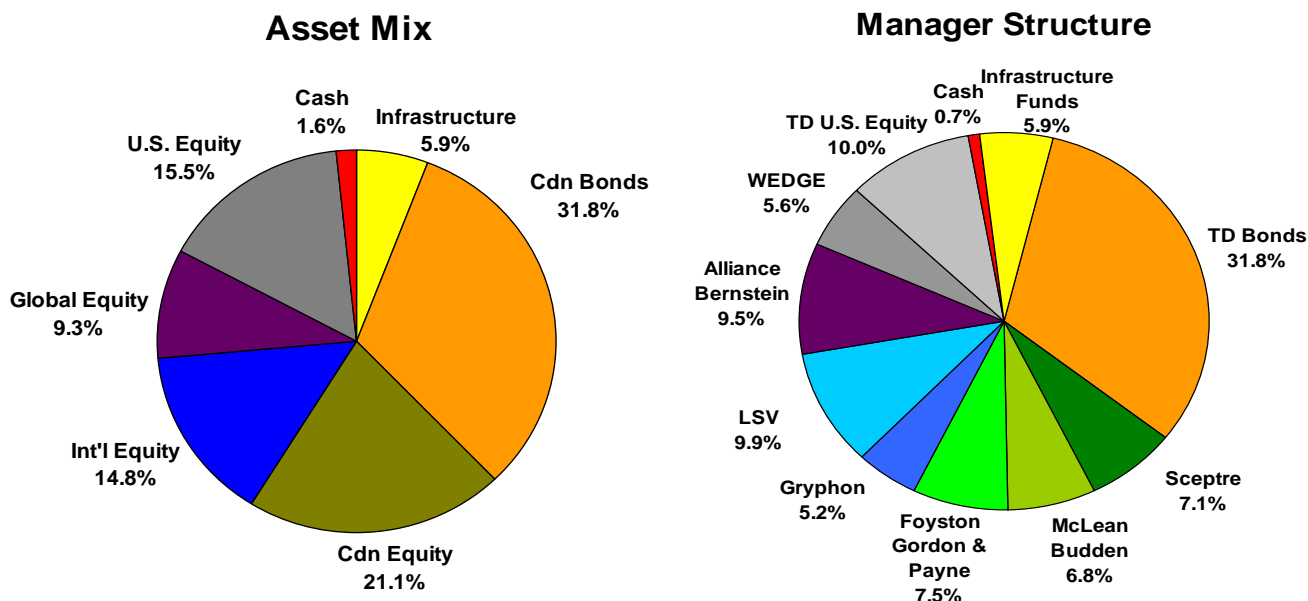
The York University Pension Fund earned a gross return of 10.3% for the year, slightly behind the benchmark return of 10.7%. The Fund outperformed the benchmark in US equity, International equity, and Infrastructure, but underperformed in Canadian and Global equity.



Results are based on information provided by the Fund custodian and by Towers Watson, a third-party firm hired to measure the Fund and managers' performance. Returns do not include expenses. The benchmark is a composite of the market indices calculated using the same proportions as the investment policy.

## Fund Review for 2010 (cont'd)

The Bonds allocation was changed in 2010. The investment manager Addenda was terminated and the Canadian Bonds were consolidated with TD Asset Management, with a shift towards longer term bonds. The target asset allocation of the York University Pension Fund remains at 30% Canadian bonds, 20% Canadian equity, 15% U.S. equity, 15% International equity, 10% Global equity and 10% Infrastructure. At year-end, the actual allocation to the various asset classes and investment managers was:



## Net Fund Rate Calculation

The return net of investment expenses was 9.76%. This net return is used for crediting interest to the members' accounts and determining the annual adjustment for pensioners. For 2010, the details of the net fund return calculation are:

<b>(A) Market Value Jan. 1, 2010</b>		<b>\$1,220,976,795</b>
<b>Contributions</b>		
University contributions	\$36,685,255	
Members' contributions	\$19,485,607	
<b>Total Contributions</b>		<b>\$56,170,862</b>
<b>(I) Investment Income</b>		<b>\$125,270,422</b>
<b>Benefits paid</b>		
Pensions Paid	\$55,779,607	
Death Benefits	\$2,807,651	
Transfers Out	\$2,683,919	
<b>Total Benefits Paid</b>		<b>\$61,271,178</b>
<b>Investment Expenses</b>		
Investment Management Fees	\$5,559,656	
Other Investment Expenses	\$814,198	
<b>(E) Total Investment Expenses</b>		<b>\$6,373,854</b>
<b>Plan Administration Expenses</b>		<b>\$891,475</b>
<b>(B) Market Value Dec. 31, 2010</b>		<b>\$1,333,881,572</b>
<b>Net Fund Return for 2010</b>		<b>9.7618%</b>
$= \frac{2 * (I - E)}{(A + B - (I - E))}$		
<b>Pensioner Adjustment Calculation</b>		
Fund Return for 2007		-0.5356%
Fund Return for 2008		-19.2429%
Fund Return for 2009		15.9818%
Fund Return for 2010		9.7618%
(D) 4 Year Fund Return to end of 2010		0.5593%
<b>Pensioner Adjustment at Jan. 1, 2011</b>		<b>-5.1327%</b>
$= ((1 + D) / 1.06) - 1$		
<b>Pensioner Increase at Jan. 1, 2011</b>		<b>0.00%</b>
(Pension Paid will not be reduced)		

## Annual Pension Meeting

**Date:** Friday, April 15, 2011  
**Time:** There will be 2 sessions with the same information presented in each session  
**1<sup>st</sup> session:** 12:15 p.m. – 1:15 p.m.  
**2<sup>nd</sup> session:** 1:30 p.m. – 2:30 p.m.  
**Place:** Assembly Hall Room 152, Founders College

Leona Fields, Manager Pension Fund will begin the presentation with information about the Pension Fund performance in 2010. Terisa Ducharme, Associate Director, Pension & Benefits will continue with a presentation of the actuarial valuation results at December 31, 2010.

This meeting will provide a follow up to the pension information sessions provided by the Pension Office in the fall of 2010. These presentations can be viewed at: <http://www.yorku.ca/hr/services/employees/benefits.html>

All active, deferred, and retired plan members are welcome. We also encourage you to submit topics that you would like covered in the presentations. Please send an email to [duchart@yorku.ca](mailto:duchart@yorku.ca) with suggestions or questions you would like addressed at the meeting.

### News Corner

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#### Retirement Planner

We anticipate the annual pension statements will be available on-line April 1, 2011. An email will be sent to those for whom the Pension Office has an email address. For those who the Pension Office does not have email addresses, their statements will be mailed after May 1, 2011. The York University Retirement Planner (YURP) will be updated with the December 31, 2010 year end results once the annual pension statements are completed.

YURP is available at: <http://www.yorku.ca/hr/services/employees/yurp.html>

#### Pension Counsellors

If you have pension or benefits questions please contact your counsellor at 416-736-2100 as listed in the chart below.

Employee's Last Name Initial	Counsellor	Extension	E-mail Address
A to E	Margaret Crowe	20377	crowem@yorku.ca
G to L	Andreea Madaras	20702	amadaras@yorku.ca
M - R	Yvonne Rego	33912	yrego@yorku.ca
F, S to Z	Peter Chakonza	20617	chakp@yorku.ca

If you have any questions or feedback regarding this newsletter or other pension communication, or for further information on any pension issue, please contact:

**For more information on Pension Plan benefits, contact  
Terisa Ducharme, Associate Director, Pension & Benefits at ext. 77564, or at [duchart@yorku.ca](mailto:duchart@yorku.ca)**

**For more information on Pension Fund investments, contact  
Leona Fields, Manager Pension Fund at ext. 55122, or at [fieldsl@yorku.ca](mailto:fieldsl@yorku.ca)**

**Websites:** <http://www.yorku.ca/hr/units/cpb/pensionbenefits.html>  
<http://www.yorku.ca/finance/divisions/pensioninvestments.htm>