



To:

Ben Marshall, Assistant General Secretary, Prospect (ben.marshall@prospect.org.uk)
Nigel Cotgrove, National Officer, CWU (NCotgrove@cwu.org)
Roger Turner, General Secretary, NFOP (Roger.turner@nfop.org.uk)

12 October 2011

Dear Sirs,

PRI reporting and assessment survey 2011

The Trustee believes that, as a long-term asset owner, the Scheme has responsibilities to consider longer-term factors which impact investment value and investment risk during the holding period. The area of sustainability as defined by the Trustee covers factors such as environmental, social and governance.

The importance of sustainable investment is illustrated by the Scheme being a founder signatory to the United Nations-backed Principles for Responsible Investment initiative (PRI). PRI provides a framework for investors to take environmental, social and governance issues into account in their investment and ownership decisions and actions and the Trustee remains committed to its membership and active support of the organisation.

Principle six of PRI asks each signatory to report on their activities and progress towards implementing the Principles. One of the main tools used to support signatories in their implementation of Principle six is PRI's annual reporting and assessment survey consisting of an online questionnaire. In addition to mapping the progress of the whole PRI initiative and providing a reporting and transparency tool, the annual reporting and assessment survey is designed to provide a methodology for assessing the efforts of individual signatories.

It gives the Trustee great pleasure to report to Scheme members that we have achieved an overall top decile ranking for the 2010 and 2011 reporting and assessment survey relative to our asset owner peers. Our response, along with those of other signatories, to the annual reporting and assessment survey, can be found here www.btpensions.net/156/sustainable-investment

If any member would like to find out further detail on the Scheme's approach to sustainable investment they are invited to go the Scheme's website www.btpensions.net

Signed

Donald MacDonald

Trustee, BT Pension Scheme