

CCLA CHARITY AUTHORISED  
INVESTMENT FUND  
ANNUAL REPORT AND  
FINANCIAL STATEMENTS

Year ended 31 December 2022

**CCLA**

**CONTENTS**

Report of the Manager	03
Statement of the Manager's Responsibilities and Manager's Statement	05
Statement of the Trustee's Responsibilities and Trustee Report	06
Independent Auditor's Report	08
Accounting Policies	13
Catholic Investment Fund	
Sub-Fund Information	15
Report of the Investment Manager*	16
Summary risk indicator	22
Comparative table	23
Operating charges analysis	27
Portfolio analysis	28
Portfolio statement*	29
Statement of total return**	35
Statement of change in net assets attributable to Unitholders**	35
Balance sheet**	36
Notes to the financial statements**	37
Distribution tables**	51
AIFMD disclosures	53
Directory*	54

\*Collectively, these comprise the Investment Manager's Report.

\*\*Audited.

References to "CCLA" refer to the CCLA Group, comprising CCLA Investment Management Limited and CCLA Fund Managers Limited.

### **Disability Discrimination Act 1995**

Extracts from the Annual Report and Financial Statements are available in large print and audio formats.

**REPORT OF THE MANAGER**

for the year ended 31 December 2022

**The Financial Statements**

We are pleased to present the Annual Report and Financial Statements for the CCLA Charity Authorised Investment Fund (the Trust) and its only Sub-Fund, the Catholic Investment Fund for the year ended 31 December 2022.

**The Trust**

The Trust is a Charity Authorised Investment Fund (CAIF) structured as an umbrella-type authorised unit trust and is a non-UCITS retail scheme (NURS). For the purposes of the UK Alternative Investment Fund Managers Directive (AIFMD) Measures (as defined in the Prospectus), the Trust qualifies as a UK Alternative Investment Fund (UK AIF). It is established by way of a Trust Deed dated 11 December 2020.

**Charitable and Authorised Status**

The Trust is regulated by both the Charity Commission and Financial Conduct Authority (FCA). The Charity Commission is responsible for the compliance with charity law. The FCA regulates the operation, administration and compliance with financial services law and regulation.

The Charity Commission has issued an order under section 96 of the Charities Act 2011 in relation to the Trust dated 11 December 2020 and with effect from the date of that order the Trust was established as a common investment fund for the purposes of the Charities Act 2011 and is registered with the Charity Commission with registered charity number 1192761.

The Trust was authorised by the FCA on 11 December 2020 and is registered with the FCA under product reference number (PRN) 940774.

**Sub-Funds**

Being an umbrella scheme, the Trust is capable of comprising various Sub-Funds and such Sub-Funds may be established from time to time by the Manager with the approval of the FCA. Each Sub-Fund is a UK AIF and NURS for the purpose of the Regulations.

The Sub-Funds of the Trust are segregated portfolios of assets and, accordingly, the assets of a Sub-Fund belong exclusively to that Sub-Fund and shall not be used to discharge directly or indirectly the liabilities of, or claims against, any other person or body, including the Trust, or any other Sub-Fund and shall not be available for any such purpose.

**Investment Objective**

The fundamental investment objective of the Trust is to invest the property of the Trust with the aim of spreading investment risk and giving Unitholders the benefit of the results of the management of that property.

## REPORT OF THE MANAGER

for the year ended 31 December 2022

The investment objective and policy of each Sub-Fund will be formulated by the Manager at the time of creation of the relevant Sub-Fund, which may be varied from time to time subject to the requirements regarding Unitholder approval and FCA consent as set out in the Regulations.

CCLA Fund Managers Limited

Manager

14 April 2023

**STATEMENT OF THE MANAGER'S  
RESPONSIBILITIES AND MANAGER'S STATEMENT**  
for the year ended 31 December 2022

**Statement of the Manager's Responsibilities**

The Collective Investment Schemes sourcebook of the Financial Conduct Authority requires the Manager to prepare financial statements for each accounting period which give a true and fair view of the financial position of the Trust at the period end and of the net income and net gains or losses of the Trust for the period then ended.

In preparing the financial statements the Manager is required to:

- follow applicable accounting standards;
- make judgements and estimates that are reasonable and prudent;
- select suitable accounting policies and then apply them consistently;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Trust will continue in operation for the foreseeable future; and
- comply with the Trust Deed and the Statement of Recommended Practice for UK Authorised Funds (SORP).

The Manager is required to keep proper accounting records and to manage the Trust in accordance with the Collective Investment Schemes sourcebook. The Manager is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Manager's Statement**

We hereby approve the Annual Report and Financial Statements of the CCLA Charity Authorised Investment Fund for the period ended 31 December 2022 on behalf of CCLA Fund Managers Limited in accordance with the requirements of the Collective Investment Schemes sourcebook of the Financial Conduct Authority.

D Sloper  
Director of the Manager  
14 April 2023

E Sheldon  
Director of the Manager  
14 April 2023

## STATEMENT OF THE TRUSTEE'S RESPONSIBILITIES

**Statement of the Trustee's responsibilities in respect of the Trust**

The Depositary in its capacity as Trustee of the Catholic Investment Fund must ensure that the Trust is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Investment Funds Sourcebook, the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Trust Deed and Prospectus (together "the Scheme documents") as detailed below.

The Depositary must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Trust and its investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Trust in accordance with the Regulations.

The Depositary must ensure that:

- the Trust's cash flows are properly monitored and that cash of the Trust is booked in cash accounts in accordance with the Regulations;

- the sale, issue, repurchase, redemption and cancellation of Units are carried out in accordance with the Regulations;
- the value of Units of the Trust are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Trust's assets is remitted to the Trust within the usual time limits;
- the Trust's income is applied in accordance with the Regulations; and
- the instructions of the Alternative Investment Fund Manager ("the AIFM") are carried out (unless they conflict with the Regulations).

The Depositary also has a duty to take reasonable care to ensure that Trust is managed in accordance with the Regulations and the Scheme documents in relation to the investment and borrowing powers applicable to the Trust.

**REPORT OF THE TRUSTEE****for the year ended 31 December 2022**

Having carried out such procedures as we consider necessary to discharge our responsibilities as Depositary of the Trust, it is our opinion, based on the information available to us and the explanations provided, that in all material respects the Trust, acting through the AIFM:

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Trust's units and the application of the Trust's income in accordance with the Regulations and the Scheme documents; and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Trust in accordance with the Regulations and Scheme documents of the Trust.

**HSBC Bank plc**

This report is given on the basis that no breaches are subsequently advised to us before the distribution date. We therefore reserve the right to amend the report in light of these circumstances.

HSBC Bank plc  
Trustee and Depositary Services  
8 Canada Square  
London  
E14 5HQ

HSBC Bank plc is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority  
14 April 2023

## INDEPENDENT AUDITOR'S REPORT for the year ended 31 December 2022

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

In our opinion the financial statements of CCLA Charity Authorised Investment Fund (the 'Unit Trust'):

- give a true and fair view of the financial position of the Unit Trust and its sub fund as at 31st December 2022 and of the net revenue and the net capital gain/(loss) on the property of the Unit Trust and its sub fund for the year ended 31st December 2022; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", the Statement of Recommended Practice "Financial Statements of UK Authorised Funds", the rules in the Collective Investment Schemes Sourcebook and Trust Deed.

We have audited the financial statements which comprise:

- the statement of total return;
- the statement of change in net assets attributable to unitholders;
- the balance sheet;
- the distribution tables; and
- the summary of significant accounting policies, risk management policies and consolidated individual notes.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice), the Statement of Recommended Practice: "Financial Statements of UK Authorised Funds" issued by the Investment Association in May 2014 as amended in June 2017, the Collective Investment Schemes Sourcebook and the Trust Deed.

### *Basis for opinion*

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) 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 Unit Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard, 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.



## INDEPENDENT AUDITOR'S REPORT for the year ended 31 December 2022

### *Conclusions relating to going concern*

In auditing the financial statements, we have concluded that the authorised fund manager's (AFM's) use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Unit Trust's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the AFM with respect to going concern are described in the relevant sections of this report.

### *Other information*

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The AFM is responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### *Responsibilities of depositary and AFM*

As explained more fully in the depositary's responsibilities statement and the AFM's responsibilities statement, the depositary is responsible for the safeguarding the property of the Unit Trust and the AFM is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the AFM determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

## INDEPENDENT AUDITOR'S REPORT for the year ended 31 December 2022

In preparing the financial statements, the AFM is responsible for assessing the Unit Trust'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 the AFM either intends to liquidate the Unit Trust or to cease operations, or has no realistic alternative but to do so.

### *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 (UK) 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 further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

### *Extent to which the audit was considered capable of detecting irregularities, including fraud*

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We considered the nature of the Unit Trust's industry and its control environment, and reviewed the Unit Trust's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management and those charged with governance and AFM about their own identification and assessment of the risks of irregularities, including those that are specific to the Unit Trust's business sector.

We obtained an understanding of the legal and regulatory frameworks that the Unit Trust operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included the Collective Investment Schemes Sourcebook and relevant tax legislation; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the Unit Trust's ability to operate or to avoid a material penalty. These included The Open-Ended Investment Companies Regulations 2001.

## INDEPENDENT AUDITOR'S REPORT for the year ended 31 December 2022

We discussed among the audit engagement team including relevant internal specialists such as valuations and IT specialists regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

As a result of performing the above, we identified the greatest potential for fraud in the valuation and existence of investments due to its significance to the net asset value. In response we have: involved our financial instruments specialists to assess the applied valuation methodologies, agreed investment holdings to independent confirmations; and agreed investment valuations to reliable independent sources.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance and reviewing correspondence with HMRC and the FCA.

## INDEPENDENT AUDITOR'S REPORT for the year ended 31 December 2022

### Report on other legal and regulatory requirements

#### *Opinions on other matters prescribed by the Collective Investment Schemes Sourcebook*

In our opinion:

- proper accounting records for the Unit Trust and its sub-funds have been kept and the financial statements are in agreement with those records;
- we have received all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit; and
- the information given in the AFM's report for the year ended 31st December 2022 is consistent with the financial statements.

### *Use of our report*

This report is made solely to the Unit Trust's Unitholders, as a body, in accordance with Paragraph 4.5.12R of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority. Our audit work has been undertaken so that we might state to the Unit Trust's 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 Unit Trust and the Unit Trust's Unitholders as a body, for our audit work, for this report, or for the opinions we have formed.

Deloitte LLP  
Statutory Auditor  
Glasgow, United Kingdom  
14 April 2023

## ACCOUNTING POLICIES

for the year ended 31 December 2022

The following accounting policies apply to all Sub-Funds, where applicable.

### (a) Basis of preparation

The financial statements have been prepared on a going concern basis, in compliance with United Kingdom Generally Accepted Accounting Practice including FRS 102 “The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland” and in accordance with the Statement of Recommended Practice for UK Authorised Funds (SORP) issued by the Investment Association in May 2014 (and amended in June 2017) and the Collective Investment Scheme sourcebook. The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments.

### (b) Revenue recognition

Dividends on ordinary stocks, including special dividends where appropriate, distributions received on collective investment schemes, preference shares and unit trusts are accrued to revenue on the dates when the investments are first quoted ex-dividend, or otherwise on receipt of cash. Interest on bank deposits are accrued on a daily basis and interest on deposits in the COIF Charities Deposit Fund are credited to revenue on receipt of cash.

### (c) Stock dividends

The ordinary element of stock received in lieu of cash dividends is recognised as revenue of the Fund. Any enhancement above the cash dividend is treated as capital.

### (d) Special dividends, share buy-back or additional share issue

The underlying circumstances behind a special dividend, share buy-back or additional share issue are reviewed on a case by case basis in determining whether the amount is revenue or capital in nature. Amounts recognised as revenue form part of the distribution.

### (e) Cash equivalents

The Manager has treated some assets as Cash equivalents for the purpose of the Balance Sheet disclosure. Investments are regarded as Cash equivalents if they meet all of the following criteria:

- highly liquid investments held in sterling that are readily convertible to a known amount of cash;
- are subject to an insignificant risk of change in value; and
- provide a return no greater than the rate of a three month high quality government bond.

### (f) Expenses

Please refer to the accounting policies section of each Sub-Fund.

### (g) Distributions

Please refer to the accounting policies section for each Sub-Fund.

**ACCOUNTING POLICIES**

for the year ended 31 December 2022

**(h) Basis of valuation**

Quoted investments are valued at bid market values, at 11:59pm London time, on the last business day of the accounting period. The Manager is satisfied that the resultant portfolio valuation is not materially different from a valuation carried out at close of business on the balance sheet date.

**(i) Taxation**

As the Fund is an umbrella co-ownership unit trust, neither the Fund nor its Sub-Funds are subject to UK tax on income and capital gains.

**(j) Foreign Exchange**

Transactions in foreign currencies during the period are translated into Sterling (the functional currency of the Sub-funds), at the rates of exchange ruling on the transaction date. Amounts held in foreign currencies have been translated at the rate of exchange ruling at 11:59pm London time, 30 December 2022, the last valuation point in the accounting period.

## CATHOLIC INVESTMENT FUND

### SUB-FUND INFORMATION

for the year ended 31 December 2022

#### Investment Objective

The Sub-Fund's objective is to provide capital growth and a growth in income, with the aim that a gross total return of 5% per annum net of inflation as measured by the increase in the Consumer Price Index is achieved over the long term (defined as five years). This will be achieved through exposure to a diversified portfolio. The Sub-Fund is actively managed which means the Investment Manager uses their discretion to pick investments to seek to achieve the Sub-Fund's objective.

#### Target Benchmark

The target benchmark of Consumer Price Index plus 5% is for target return purposes only.

This index was chosen as a target for the Catholic Investment Fund's return because the Sub-Fund aims to grow investments above the rate of UK inflation.

#### Comparator Benchmark

To provide additional guidance on returns, the Manager publishes regular performance information relative to a comparator index designed to represent the typical structure and strategy of the Sub-Fund's underlying portfolio. The typical asset mix may change over time, so it may be necessary to review the make-up of the comparator benchmark to ensure that it remains a useful guide to returns. The composite comparator benchmark of the Sub-Fund (and the constituents' respective weightings within the comparator benchmark) is as follows: MSCI

World Index (75%), MSCI UK Monthly Property Index (5%), Markit iBoxx £ Gilts Index (15%) and Sterling Overnight Index Average (5%).

#### Investment Policy

The Sub-Fund is actively managed and will invest in a broad range of assets, but with an emphasis on equities. The Sub-Fund can also invest in fixed interest securities, money market instruments, cash and near-cash, infrastructure related investments, deposits, gold and property, which may be either liquid or illiquid in nature. The Sub-Fund adopts an investment policy that is consistent with the faith and teachings of the Catholic Church and is guided by an independent Faith Consistent Investment Committee to ensure that the investment policy adapts over time and remains relevant and in step with the Catholic Church's teachings.

**CATHOLIC INVESTMENT FUND**  
**REPORT OF THE INVESTMENT MANAGER**  
for the year ended 31 December 2022

**Fund strategy**

To achieve the target of real growth in capital values and a rising income, the portfolio has a structural bias to real assets, mainly global equities but also including domestic commercial property and infrastructure. Within the equity portfolio the emphasis is on good quality companies with high standards of governance, strong free cash flow generation and growth prospects that are not dependent on trends in the broad economy.

**Economic and Market Review**

2022 was a difficult year for investors, with all the major asset classes experiencing losses. The downturn was prompted by an upsurge in the rate of inflation which had begun to rise in the later months of the previous year. In the early

days of January, central banks began to signal their concerns that inflation was likely to prove less transitory than they had previously anticipated, and that more aggressive monetary policy tightening would be required to address the challenge.

Market sentiment weakened further following Russia's invasion of Ukraine in late February 2022, with heightened geopolitical uncertainty being compounded by the war's exacerbating effect on supply chains and inflation affecting a range of key commodities such as oil and gas, aluminium, and food and fertilisers. The implementation of higher interest rates and the expectation of further hikes caused significant damage to asset valuations.

To 31 December 2022	3 months %	6 months %	9 months %	1 year %
<b>Performance against market indices (after expenses)</b>				
<b>Catholic Investment Fund</b>				
Founder Income Units*	-0.01	-0.22	-6.96	-11.32
Founder Accumulation Units*	-0.01	-0.22	-6.96	-11.32
Income Units*	-0.01	-0.22	-6.96	-11.34
Accumulation Units*	-0.01	-0.22	-6.96	-11.34
Comparator <sup>#</sup>	1.02	0.21	-7.66	-10.10
MSCI World	1.86	3.97	-5.53	-7.83
Markit iBoxx £ Gilts	2.20	-12.06	-18.97	-25.02
MSCI UK Monthly Property*	-14.48	-17.95	-14.87	-10.06
SONIA	0.68	1.08	1.30	1.40

<sup>#</sup> Comparator – Composite: From 01/04/2021, MSCI WORLD 75%, MSCI UK Monthly Property 5%, Markit iBoxx £ Gilts 15% & Sterling Overnight Index Average (SONIA) 5%.

\* Mid to mid plus income re-invested.

Source: CCLA.



## CATHOLIC INVESTMENT FUND

### REPORT OF THE INVESTMENT MANAGER

for the year ended 31 December 2022

In the case of bonds, the effect was a straightforward consequence of the inverse relationship between yields and prices – higher yields mean lower valuations, and the outcome for the broad UK government bond market, for example, was a negative total return of -25% over the year. Equities suffered too, however, as higher yields lead investors to discount more heavily the present value of companies' future earnings. In sterling terms, the total return from the global equity index was -8%, and this result was cushioned considerably for sterling-based investors by the weakening of the domestic currency relative to the US dollar which was observed for much of the period: in dollar terms, global equity returns were -18% for the year.

Within equities, the damage was greatest in those sectors such as information technology which are dominated by 'growth' businesses as opposed to 'value' stocks whose returns are less dependent of future prospects. The traditional energy sector, whose fortunes move largely in tandem with the volatile prices of oil and gas, was the only industry sector to produce positive returns for the year as a whole.

Throughout the year markets continued to respond to emerging economic data and to the actions and words of central banks. Weaker economic and jobs news, or signs that inflation could be peaking, were often met with an easing in the market mood as investors anticipated that monetary policy tightening might be moderated sooner rather than later. The messaging from policy makers was typically more cautious, with

the major central banks led by the US Federal Reserve emphasising that they were resolute in the fight against inflation and that they would persist with policy tightening until a return to target inflation levels was more clearly in sight.

On the whole, new data releases for the US in particular revealed generally resilient levels of economic activity, though there was a marked slowdown in housing activity. Meanwhile corporate earnings also held up relatively well, with quarterly results in the summer and again in the autumn bringing positive surprises and prompting partial, and usually short-lived, recovery in the equity markets.

In the UK, bond markets were roiled by the ill-fated 'mini-budget' of late September. While the resulting sharp spike in bond yields began to ease once a change in political regime brought a calmer mood, the damage to asset valuations in the infrastructure and property sectors was seen in an acceleration of the declines that had begun to set in over previous months. These alternative assets suffered from a diminution in the attractiveness of their income yields relative to the higher yields now available from the bond market. In the UK commercial property market the increased cost of borrowing reduced the purchasing power of debt-funded investors, further depressing transaction volumes and valuations. Despite having continued to deliver positive returns in the first half of 2022, the second-half downturn was severe enough to result in negative total returns for the UK commercial property index of -10% for the full year.

**CATHOLIC INVESTMENT FUND**  
**REPORT OF THE INVESTMENT MANAGER**  
for the year ended 31 December 2022

**Portfolio activity**

The Fund began the year cautiously positioned with a reduced allocation to equities, and throughout the period equity holdings remained below the 'neutral' 75% weighting represented in the comparator benchmark. Conversely the allocation to cash remained elevated at approximately twice the comparator's 5% weighting. However there was a good deal of activity throughout the year as we continued to reduce or exit positions in assets which we viewed as overvalued and/or less well placed to prosper in a lower growth/higher inflation environment, while taking opportunities to initiate or increase positions in businesses where we perceived greater potential to add value. Over the course of the year the equities portfolio shifted to a more defensive slant, with less reliance on sectors such as consumer discretionary and higher allocations to healthcare and other areas where company fortunes are relatively independent of broader economic prosperity.

Having avoided conventional bonds altogether for several years, we re-entered the fixed interest market with the acquisition of short-dated UK government bonds ('gilts') in the days following the sharp spike in UK bond yields precipitated by the so-called 'mini-budget' in late September. Subsequently this position was exited in favour of longer dated gilts, and the Fund ended the year with approximately 5% in 10-year issues.

Also in the final quarter of the year, we slightly reduced the Fund's allocation to infrastructure and property, focusing selectively on those individual assets whose valuations we believed remained more exposed to the effects of higher yields.

**Performance**

Over the 12-month period ended on 31 December 2022 the Fund achieved a return after costs and expenses of -11.34%. (For Founder Class units, the return after costs and expenses was -11.32%.) This compares with a return on the benchmark comparator of -10.10%.

The Fund's ethical policies result in the exclusion from the portfolio of many healthcare businesses, and the underperformance of the Fund versus the comparator benchmark over the year can be attributed to the absence of a number of companies which performed relatively well over the period but which are ineligible for investment.

Within the equities component of the Fund we have a bias towards quality growth stocks. The valuations of such businesses were relatively hard hit by the upsurge in bond yields over the year. Meanwhile we avoid investment in traditional energy stocks. This was the only industry sector to perform positively over the period, representing a further element of underperformance relative to the equity market as a whole.

**CATHOLIC INVESTMENT FUND**  
**REPORT OF THE INVESTMENT MANAGER**  
**for the year ended 31 December 2022**

The negative contribution to relative returns stemming from the equities portfolio was partly offset by the Fund's positioning at the asset class level, notably being absent from the fixed interest (bonds) market for much of the year, at a time when that asset class was suffering historically painful losses. Throughout the year, the Fund's cash holdings were maintained at a level significantly above the long term average and this provided some protection from the negative returns seen in equity markets. Elsewhere in the portfolio, despite a difficult final quarter, alternative assets such as infrastructure provided modest positive returns for the year as a whole, bringing further support to relative performance.

**Outlook**

The outlook for economic growth remains uncertain. The risk of global recession is receding, for example with the world's dominant economy, the US, proving remarkably resilient and with China's relaxing of its draconian Covid restrictions promising a recovery in demand and activity levels. To the extent that individual economies may experience recession, this appears set to be relatively shallow and short lived.

Nevertheless economic growth is likely to remain subdued in the face of inflation, which although expected to fall significantly is likely to remain elevated by the standards of the pre-Covid decade, and the higher interest rates that are intended to bring inflation under control. With higher prices and higher borrowing costs keeping consumer and business demand in check, as well as the increased cost to companies of labour and goods, corporate earnings will remain under pressure there remains a distinct possibility of an earnings recession even if an economic recession can be avoided.

Disappointing news on corporate earnings, then, could prompt further setbacks for equity markets. In any event we believe that with the era of ultra-low inflation and supportive monetary policy behind us and a period of adjustment to the new environment ahead of us, heightened volatility could be a feature of market behaviour for some time.

Nevertheless, following the damage done to valuations in 2022 markets are now looking more reasonably priced relative to earnings; with the notable exception of the US, in fact, equities are looking decidedly cheap by historical standards. In due course, we would expect markets to anticipate the economic recovery that should follow the peak of the monetary policy tightening cycle, and to experience an improvement in sentiment as a result.

CATHOLIC INVESTMENT FUND  
REPORT OF THE INVESTMENT MANAGER  
for the year ended 31 December 2022

Accordingly we expect to deploy some of the Fund's cash balances through selective additions to the equity portfolio. In the fixed interest markets, the higher yield environment has brought the return of opportunities which have been absent for many years and we expect to make some use of bonds as a diversifying asset class, while reducing slightly our holdings of alternatives such as infrastructure where the relative attractiveness of some assets has diminished.

J Ayre and C Ryland  
Co Heads of Investment  
CCLA Investment Management Limited  
14 April 2023

**CATHOLIC INVESTMENT FUND**  
**REPORT OF THE INVESTMENT MANAGER**  
for the year ended 31 December 2022

**Top ten changes in portfolio composition**

	Cost £'000		Proceeds £'000
<b>Purchases:</b>		<b>Sales:</b>	
UK Treasury 4.25% 2032	2,814	The TJX Companies	941
UK Treasury 0.875% 2033	1,365	Gresham House Energy Storage Fund	937
National Australia Bank 3.58%		Compass Group	866
CD 01/09/2022 – 01/06/2023	1,300	Fidelity National Information Services	678
ICON	1,233	Masco	675
Intuit	1,017	Humana	669
Toronto Dominion Bank 3.3%		Yum China	652
CD 22/08/2022 – 22/05/2023	1,000	Adidas	647
Handelsbanken 3.04%		Brookfield Renewable Partners	613
CD 22/08/2022 – 03/04/2023	1,000	Alphabet C	607
Brookfield Infrastructure Partners	977		
UK Treasury 1% 2032	952		
Essilor International	903		

When a stock has both purchases and sales in the period, these transactions have been netted and the net amount has been reflected as either a net purchase or net sale in the table above.

**Risk warning**

Past performance is not a reliable indicator of future results. The price of the Catholic Investment Fund's Units and any income distributions from them may fall as well as rise and an investor may not get back the amount originally invested.

The Catholic Investment Fund's Units are intended only for long-term investment and are not suitable for money liable to be spent in the near future. Units are realisable on each dealing day.

The Catholic Investment Fund may invest in emerging market countries which could be subject to political and economic change.

The Catholic Investment Fund may invest in collective investment schemes and other assets which may, on occasions, be illiquid.

The Catholic Investment Fund may also invest in the COIF Charities Property Fund, which invests directly in property and property related assets which are valued by an independent valuer and as such are open to substantial subjectivity. The performance of this Catholic Investment Fund may be adversely affected by a downturn in the property market, which could impact on the capital and/or income value of the Catholic Investment Fund.

**CATHOLIC INVESTMENT FUND**  
**SUMMARY RISK INDICATOR**  
 for the year ended 31 December 2022

The UK PRIIPs Regulation requirements set out detailed guidelines for the calculation of the risk ratings of products to be portrayed through a summary risk indicator. It is intended to be a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because the Manager is not able to pay you. The risk of the product may be significantly higher than the one represented in the summary risk indicator where the product is not held for the recommended holding period (RHP).



The Manager has classified the Sub-Fund as 4 out of 7, which is a medium risk class. This rates the potential losses from future performance at a medium level and poor market conditions could impact the Manager's capacity to pay you. This classification is not guaranteed and may change over time and may not be a reliable indication of the future risk profile of the Sub-Fund. The lowest category does not mean risk free.

The summary risk indicator assumes investment in the Sub-Fund for the RHP of five years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

The Sub-Fund should be considered illiquid as it is not admitted to trading on a secondary market and no alternative liquidity facility is promoted by the Manager or a third party. However, investors can request redemption at any time and the Sub-Fund deals on each business day. The Sub-Fund does not include any protection from future market performance, so you could lose some or all your investment.

A more detailed description of risk factors that apply to this product is set out in the latest Prospectus, which is available on CCLA's website or by request.

**CATHOLIC INVESTMENT FUND**  
**COMPARATIVE TABLE**  
for the year ended 31 December 2022

**Change in net assets per Unit**

	Class 1 Units – Income Year ended 31.12.2022 £ per Unit	Class 1 Units – Income Period ended 31.12.2021 £ per Unit**
Opening net asset value per Unit	1.69	1.50
Return before operating charges*	(0.19)	0.23
Operating charges***	(0.01)	(0.01)
Return after operating charges*	(0.20)	0.22
Distributions on Income Units	(0.04)	(0.03)
Closing net asset value per Unit	1.45	1.69
* after direct transaction costs of:	–	–

\*\* For the period from initial subscription on 1 April 2021 to 31 December 2021.

**Performance**

Return after charges	(11.83%)	14.67%
----------------------	----------	--------

**Other information**

Closing net asset value (£'000)	3,309	1,548
Closing number of Units	2,279,934	917,982
Operating charges***	0.83%	0.68%
Direct transaction costs	0.04%	0.05%

**Prices (£ per Unit)**

Highest Unit price (offer)	1.69	1.71
Lowest Unit price (bid)	1.43	1.50

The return after charges has been calculated in accordance with the Statement of Recommended Practice for UK Authorised Funds' (SORP) prescribed calculation methodology. This is for financial statement reporting purposes only and may differ from the Sub-Fund's performance disclosed in the Report of the Investment Manager.

\*\*\* Operating charges comprise the Manager's annual management charge and other expenses, but before taking account of rebates (if any), as these only offset charges incurred within the underlying funds. The percentages above reflect these charges annualised and divided by average net assets for the year. Operating charges as at 31 December 2022 include synthetic costs of 0.17%. Synthetic cost were not included in previous year.

**CATHOLIC INVESTMENT FUND**  
**COMPARATIVE TABLE**  
for the year ended 31 December 2022

**Change in net assets per Unit**

	Class 2 Units – Accumulation Year ended 31.12.2022 £ per Unit	Class 2 Units – Accumulation Period ended 31.12.2021 £ per Unit**
Opening net asset value per Unit	1.72	1.50
Return before operating charges*	(0.18)	0.23
Operating charges***	(0.01)	(0.01)
Return after operating charges*	(0.19)	0.22
Distributions on Accumulation Units	(0.03)	(0.02)
Retained distributions on Accumulation Units	0.03	0.02
Closing net asset value per Unit	1.53	1.72
* after direct transaction costs of:	–	–

\*\* For the period from initial subscription on 1 April 2021 to 31 December 2021.

**Performance**

Return after charges	(11.05%)	14.67%
----------------------	----------	--------

**Other information**

Closing net asset value (£'000)	6,002	364
Closing number of Units	3,934,066	211,220
Operating charges***	0.82%	0.69%
Direct transaction costs	0.04%	0.05%

**Prices (£ per Unit)**

Highest Unit price (offer)	1.72	1.7
Lowest Unit price (bid)	1.48	1.50

The return after charges has been calculated in accordance with the Statement of Recommended Practice for UK Authorised Funds' (SORP) prescribed calculation methodology. This is for financial statement reporting purposes only and may differ from the Sub-Fund's performance disclosed in the Report of the Investment Manager.

\*\*\* Operating charges comprise the Manager's annual management charge and other expenses, but before taking account of rebates (if any), as these only offset charges incurred within the underlying funds. The percentages above reflect these charges annualised and divided by average net assets for the year. Operating charges as at 31 December 2022 include synthetic costs of 0.17%. Synthetic cost were not included in previous year.



**CATHOLIC INVESTMENT FUND**  
**COMPARATIVE TABLE**  
for the year ended 31 December 2022

**Change in net assets per Unit**

	Founder Class Units – Income Year ended 31.12.2022 £ per Unit****	Founder Class Units – Income Period ended 31.12.2021 £ per Unit**
Opening net asset value per Unit	1.69	1.50
Return before operating charges*	(0.19)	0.23
Operating charges***	(0.01)	(0.01)
Return after operating charges*	(0.20)	0.22
Distributions on Income Units	(0.04)	(0.03)
Closing net asset value per Unit	1.45	1.69
* after direct transaction costs of:	–	–

\*\* For the period from initial subscription on 1 April 2021 to 31 December 2021.

**Performance**

Return after charges	(11.83%)	14.67%
----------------------	----------	--------

**Other information**

Closing net asset value (£'000)	49,475	57,156
Closing number of Units	34,054,286	33,856,506
Operating charges***	0.81%	0.58%
Direct transaction costs	0.04%	0.05%

**Prices (£ per Unit)**

Highest Unit price (offer)	1.69	1.72
Lowest Unit price (bid)	1.43	1.50

The return after charges has been calculated in accordance with the Statement of Recommended Practice for UK Authorised Funds' (SORP) prescribed calculation methodology. This is for financial statement reporting purposes only and may differ from the Sub-Fund's performance disclosed in the Report of the Investment Manager.

\*\*\* Operating charges comprise the Manager's annual management charge and other expenses, but before taking account of rebates (if any), as these only offset charges incurred within the underlying funds. The percentages above reflect these charges annualised and divided by average net assets for the year. Operating charges as at 31 December 2022 include synthetic costs of 0.17%. Synthetic cost were not included in previous year.

\*\*\*\* On 10 January 2023, Founder Class Units – Income and Founder Class Units – Accumulation converted into Class 1 Units – Income and Class 2 Units – Accumulation respectively.

**CATHOLIC INVESTMENT FUND**  
**COMPARATIVE TABLE**  
for the year ended 31 December 2022

**Change in net assets per Unit**

	Founder Class Units – Accumulation Year ended 31.12.2022 £ per Unit****	Founder Class Units – Accumulation Period ended 31.12.2021 £ per Unit**
Opening net asset value per Unit	1.72	1.50
Return before operating charges*	(0.18)	0.23
Operating charges***	(0.01)	(0.01)
Return after operating charges*	(0.19)	0.22
Distributions on Accumulation Units	(0.03)	(0.02)
Retained distributions on Accumulation Units	0.03	0.02
Closing net asset value per Unit	1.53	1.72

\* after direct transaction costs of:

–

–

\*\* For the period from initial subscription on 1 April 2021 to 31 December 2021.

**Performance**

Return after charges	(11.05%)	14.67%
----------------------	----------	--------

**Other information**

Closing net asset value (£'000)	40,732	45,698
Closing number of Units	26,668,695	26,529,243
Operating charges***	0.81%	0.58%
Direct transaction costs	0.04%	0.05%

**Prices (£ per Unit)**

Highest Unit price (offer)	1.73	1.74
Lowest Unit price (bid)	1.49	1.50

The return after charges has been calculated in accordance with the Statement of Recommended Practice for UK Authorised Funds' (SORP) prescribed calculation methodology. This is for financial statement reporting purposes only and may differ from the Sub-Fund's performance disclosed in the Report of the Investment Manager.

\*\*\* Operating charges comprise the Manager's annual management charge and other expenses, but before taking account of rebates (if any), as these only offset charges incurred within the underlying funds. The percentages above reflect these charges annualised and divided by average net assets for the year. Operating charges as at 31 December 2022 include synthetic costs of 0.17%. Synthetic cost were not included in previous year.

\*\*\*\* On 10 January 2023, Founder Class Units – Income and Founder Class Units – Accumulation converted into Class 1 Units – Income and Class 2 Units – Accumulation respectively.

**CATHOLIC INVESTMENT FUND**  
**OPERATING CHARGES ANALYSIS**  
**for the year ended 31 December 2022**

The table below analyses expenses in note 4 to the financial statements on an annualised basis. These expenses also represent the total operating charges on an annualised basis, which are shown below as a percentage of average net assets of each unit class of the Catholic Investment Fund.

**Class 1 Units – Income**

	2022 %	2021 %
Manager's annual management charge	0.60	0.60
Safe custody fees and depositary fee	0.04	0.06
Other expenses	0.02	0.02
Total operating charges	0.66	0.68

**Class 2 Units – Accumulation**

	2022 %	2021 %
Manager's annual management charge	0.60	0.60
Safe custody fees and depositary fee	0.04	0.09
Other expenses	0.01	0.00
Total operating charges	0.65	0.69

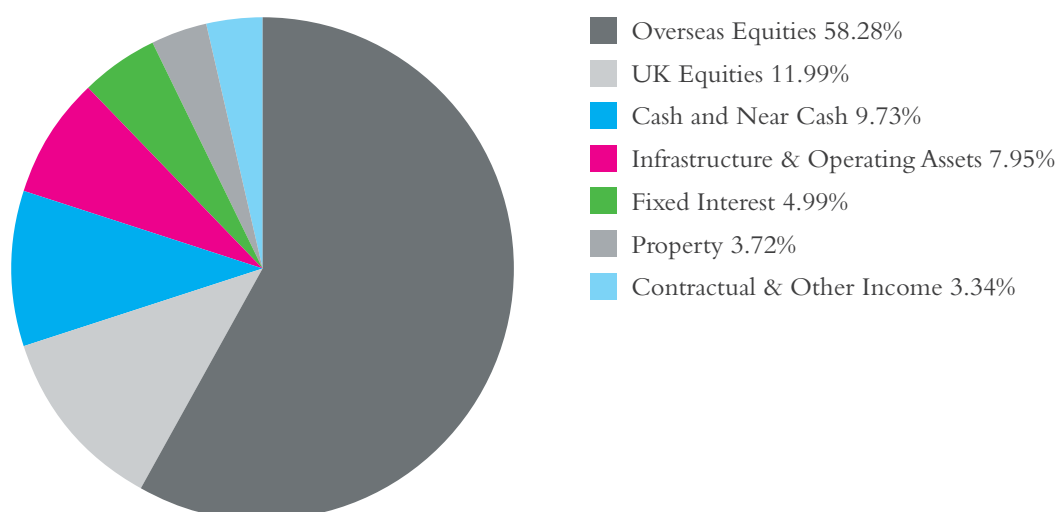
**Founder Class Units – Income**

	2022 %	2021 %
Manager's annual management charge	0.58	0.50
Safe custody fees and depositary fee	0.04	0.05
Other expenses	0.02	0.03
Total operating charges	0.64	0.58

**Founder Class Units – Accumulation**

	2022 %	2021 %
Manager's annual management charge	0.58	0.50
Safe custody fees and depositary fee	0.04	0.05
Other expenses	0.02	0.03
Total operating charges	0.64	0.58

**CATHOLIC INVESTMENT FUND**  
**PORTFOLIO ANALYSIS**  
 at 31 December 2022



**Breakdown of Overseas Equities  
by Geography**

North America	39.61%
EMEA	13.70%
Asia Pacific ex Japan	3.35%
Other Countries	0.97%
Japan	0.65%
	<b>58.28%</b>

**Breakdown of Equities by Sector**

Information Technology	16.28%
Health Care	11.81%
Financials	10.90%
Consumer Staples	9.04%
Industrials	8.78%
Consumer Discretionary	5.05%
Real Estate	4.45%
Communication Services	2.53%
Materials	0.76%
Utilities	0.67%
	<b>70.27%</b>

The portfolio analyses above differ from the following portfolio statement because prices used here are mid-market rather than bid.

## CATHOLIC INVESTMENT FUND

## PORTFOLIO STATEMENT

at 31 December 2022

	Holding	Fair value £'000	% of total net assets
<b>UNITED KINGDOM 11.99% (31.12.2021 – 11.13%)</b>			
<b>Consumer Staples 2.48% (31.12.2021 – 2.13%)</b>			
Diageo	33,489	1,222	1.23
Unilever	29,835	1,248	1.25
<b>Consumer Discretionary 0.72% (31.12.2021 – 1.74%)</b>			
InterContinental Hotels Group	15,041	714	0.72
<b>Financials 1.58% (31.12.2021 – 1.41%)</b>			
London Stock Exchange Group	14,521	1,036	1.04
Prudential	47,714	538	0.54
<b>Health Care 0.63% (31.12.2021 – 0.00%)</b>			
Dechra Pharmaceuticals	23,904	625	0.63
<b>Industrials 1.92% (31.12.2021 – 1.53%)</b>			
Experian	27,361	770	0.77
RELX	49,978	1,143	1.15
<b>Materials 0.76% (31.12.2021 – 0.57%)</b>			
Croda International	11,459	757	0.76
<b>Real Estate 3.90% (31.12.2021 – 3.75%)</b>			
Aberdeen Standard European Logistics Income	384,629	263	0.26
Empiric Student Property	1,216,182	1,024	1.03
PRS REIT	689,879	611	0.61
Segro REIT	26,677	204	0.21
Target Healthcare REIT	797,358	639	0.64
Tritax Big Box REIT	674,766	935	0.94
Warehouse REIT	198,391	208	0.21
<b>OVERSEAS EQUITIES 58.34% (31.12.2021 – 65.22%)</b>			
<b>DEVELOPED EUROPE 13.72% (31.12.2021 – 13.18%)</b>			
<b>Communication Services 0.96% (31.12.2021 – 0.68%)</b>			
Universal Music Group	47,870	956	0.96

## CATHOLIC INVESTMENT FUND

## PORTFOLIO STATEMENT

at 31 December 2022

	Holding	Fair value £'000	% of total net assets
<b>Consumer Discretionary 1.05% (31.12.2021 – 2.53%)</b>			
LVMH Moët Hennessy Louis Vuitton	1,727	1,042	1.05
<b>Consumer Staples 4.56% (31.12.2021 – 4.36%)</b>			
Heineken	12,187	950	0.96
Kerry Group	12,305	920	0.92
L'Oréal	2,232	661	0.66
Nestlé	8,591	827	0.83
Pernod Ricard	7,247	1,181	1.19
<b>Financials 1.39% (31.12.2021 – 1.27%)</b>			
Deutsche Boerse	5,556	795	0.80
Partners Group	799	586	0.59
<b>Health Care 1.90% (31.12.2021 – 0.28%)</b>			
DiaSorin	7,944	919	0.93
Essilor International	6,451	967	0.97
<b>Industrials 2.11% (31.12.2021 – 2.40%)</b>			
Assa Abloy	43,802	783	0.79
Schneider	6,613	767	0.77
Wolters Kluwer	6,347	550	0.55
<b>Information Technology 1.75% (31.12.2021 – 1.66%)</b>			
Amadeus IT Group	14,152	610	0.61
ASML Holding	1,422	636	0.64
Hexagon	57,593	499	0.50
<b>NORTH AMERICA 39.65% (31.12.2021 – 45.13%)</b>			
<b>Communication Services 1.57% (31.12.2021 – 3.19%)</b>			
Alphabet C	11,200	826	0.83
The Walt Disney Company	10,208	737	0.74
<b>Consumer Discretionary 3.29% (31.12.2021 – 4.43%)</b>			
Amazon.com	11,627	812	0.82
McDonald's	3,310	725	0.73
Nike B	8,487	826	0.83
Starbucks	11,039	910	0.91

## CATHOLIC INVESTMENT FUND

## PORTFOLIO STATEMENT

at 31 December 2022

	Holding	Fair value £'000	% of total net assets
<b>Consumer Staples 2.01% (31.12.2021 – 1.27%)</b>			
Estee Lauder	3,107	641	0.64
Pepsico	4,627	695	0.70
The Coca-Cola Company	12,517	662	0.67
<b>Financials 5.42% (31.12.2021 – 6.46%)</b>			
Bank of America	17,923	493	0.50
CME Group	7,596	1,062	1.07
Intercontinental Exchange Group	14,046	1,198	1.20
JP Morgan Chase & Co	5,211	581	0.58
Marsh & McLennan	4,927	678	0.68
S&P Global	3,630	1,011	1.02
The Blackstone Group	6,050	373	0.37
<b>Health Care 9.30% (31.12.2021 – 7.74%)</b>			
Agilent Technologies	10,339	1,286	1.29
Edwards Lifesciences	16,170	1,003	1.01
Humana	3,122	1,329	1.34
ICON	7,148	1,153	1.16
Illumina	2,412	405	0.41
Intuitive Surgical	1,905	420	0.42
Medtronic	12,774	825	0.83
ResMed	5,310	919	0.92
Stryker	5,654	1,149	1.15
Zoetis	6,313	769	0.77
<b>Industrials 4.76% (31.12.2021 – 7.27%)</b>			
Ametek	7,930	921	0.93
IDEX	4,431	841	0.85
Ingersoll Rand	14,028	609	0.61
TransUnion	19,865	938	0.94
Union Pacific	4,115	708	0.71
Verisk Analytics	4,898	718	0.72

## CATHOLIC INVESTMENT FUND

## PORTFOLIO STATEMENT

at 31 December 2022

	Holding	Fair value £'000	% of total net assets
<b>Information Technology 12.09% (31.12.2021 – 12.32%)</b>			
Accenture	3,190	707	0.71
Adobe	3,993	1,117	1.12
Ansys	3,807	764	0.77
Broadcom	1,156	537	0.54
Intuit	2,981	964	0.97
Mastercard	3,472	1,004	1.01
Microsoft	10,194	2,032	2.04
Nvidia	2,451	298	0.30
NXP Semiconductors	5,854	769	0.77
PayPal Holdings	11,689	692	0.70
Roper Technologies	2,285	820	0.82
ServiceNow	985	318	0.32
Synopsys	2,102	558	0.56
Texas Instruments	2,838	390	0.39
Visa A	6,167	1,066	1.07
<b>Materials 0.00% (31.12.2021 – 0.56%)</b>			
<b>Real Estate 0.54% (31.12.2021 – 0.32%)</b>			
American Tower	3,061	539	0.54
<b>Utilities 0.67% (31.12.2021 – 1.57%)</b>			
NextEra Energy	9,644	670	0.67
<b>JAPAN 0.65% (31.12.2021 – 0.49%)</b>			
<b>Information Technology 0.65% (31.12.2021 – 0.49%)</b>			
Keyence	2,000	648	0.65
<b>ASIA PACIFIC EX JAPAN 3.35% (31.12.2021 – 5.48%)</b>			
<b>Communication Services 0.00% (31.12.2021 – 1.09%)</b>			
<b>Consumer Discretionary 0.00% (31.12.2021 – 0.80%)</b>			
<b>Consumer Staples 0.00% (31.12.2021 – 0.56%)</b>			



## CATHOLIC INVESTMENT FUND

## PORTFOLIO STATEMENT

at 31 December 2022

	Holding	Fair value £'000	% of total net assets
<b>Financials 2.52% (31.12.2021 – 2.01%)</b>			
AIA Group	135,800	1,256	1.26
HDFC Bank	22,007	1,252	1.26
<b>Information Technology 0.83% (31.12.2021 – 1.02%)</b>			
Taiwan Semiconductor Manufacturing Company	13,301	824	0.83
<b>OTHER 0.97% (31.12.2021 – 0.94%)</b>			
<b>Information Technology 0.97% (31.12.2021 – 0.94%)</b>			
Nice	6,064	969	0.97
<b>INFRASTRUCTURE &amp; OPERATING ASSETS</b>			
<b>7.93% (31.12.2021 – 7.18%)</b>			
<b>Energy Resources &amp; Environment</b>			
<b>6.21% (31.12.2021 – 6.23%)</b>			
Aquila European Renewables Income Fund	793,315	644	0.65
Bluefield Solar Income Fund	279,205	380	0.38
Foresight Solar Fund	780,598	916	0.92
Greencoat Renewables	508,216	512	0.51
Greencoat UK Wind	915,236	1,391	1.40
Gresham House Energy Storage Fund	183,114	296	0.30
JLEN Environmental Assets Group	79,848	95	0.09
SDCL Energy Efficiency Income Trust	957,044	924	0.93
The Renewables Infrastructure Group	448,762	583	0.59
US Solar Fund	637,335	441	0.44
<b>General 1.72% (31.12.2021 – 0.95%)</b>			
Brookfield Infrastructure Partners	30,863	795	0.80
Macquarie Korea Infrastructure Fund	125,620	913	0.92
<b>PROPERTY 3.68% (31.12.2021 – 4.88%)</b>			
COIF Charities Property Fund Income Units*	2,754,833	3,056	3.07
Tritax Eurobox REIT	992,277	603	0.61

## CATHOLIC INVESTMENT FUND

## PORTFOLIO STATEMENT

at 31 December 2022

	Holding	Fair value £'000	% of total net assets
<b>CONTRACTUAL &amp; OTHER INCOME</b>			
<b>3.31% (31.12.2021 – 3.62%)</b>			
GCP Asset Backed Income Fund	947,013	777	0.78
Hipgnosis Songs Fund	1,311,745	1,132	1.14
Round Hill Music Royalty Fund	941,388	603	0.61
Sequoia Economic Infrastructure Income Fund	891,979	782	0.78
<b>FIXED INTEREST 8.29% (31.12.2021 – 0.00%)</b>			
<b>Government Bonds 4.98% (31.12.2021 – 0.00%)</b>			
UK Treasury 0.875% 2033	£1,765,000	1,317	1.32
UK Treasury 1% 2032	£1,160,000	919	0.93
UK Treasury 4.25% 2032	£2,600,000	2,718	2.73
<b>Certificates of Deposit 3.31% (31.12.2021 – 0.00%)</b>			
Handelsbanken 3.04%			
CD 22/08/2022 – 03/04/2023	£1,000,000	998	1.01
National Australia Bank 3.58%			
CD 01/09/2022 – 01/06/2023	£1,300,000	1,296	1.30
Toronto Dominion Bank 3.3%			
CD 22/08/2022 – 22/05/2023	£1,000,000	997	1.00
<b>INVESTMENT ASSETS</b>		93,091	93.54
<b>NET OTHER ASSETS</b>		6,427	6.46
<b>TOTAL NET ASSETS</b>		99,518	100.00

Unless otherwise stated, all investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market.

\* COIF Charities Property Fund is managed by the Manager and represents related party transactions.

**CATHOLIC INVESTMENT FUND**  
**STATEMENT OF TOTAL RETURN**  
for the year ended 31 December 2022

		Year ended 31.12.2022		Period ended 31.12.2021*	
	Note	£'000	£'000	£'000	£'000
Income					
Net capital (losses)/gains	2		(13,514)		10,912
Revenue	3	2,197		1,248	
Expenses	4	(650)		(409)	
Net revenue before taxation		1,547		839	
Taxation	5	(140)		(85)	
Net revenue after taxation			1,407		754
Total (deficit)/return before distributions			(12,107)		11,666
Distributions	6		(2,541)		(1,578)
Change in net assets attributable to Unitholders from investment activities			(14,648)		10,088

**STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS**  
for the year ended 31 December 2022

	Year ended 31.12.2022		Period ended 31.12.2021*	
	£'000	£'000	£'000	£'000
Opening net assets attributable to Unitholders		104,766		—
Amounts receivable on issue of Units	9,004		40,602	
Amounts payable on cancellation of Units	(1,291)		(508)	
In-specie transactions	765		54,089	
		8,478		94,183
Change in net assets attributable to Unitholders from investment activities		(14,648)		10,088
Retained distributions on Accumulation Units		922		495
Closing net assets attributable to Unitholders		99,518		104,766

The notes on pages 37 to 50 and the distribution tables on pages 51 and 52 form part of these financial statements.

\* For the period from initial subscription on 1 April 2021 to 31 December 2021.

## CATHOLIC INVESTMENT FUND

## BALANCE SHEET

at 31 December 2022

	<i>Note</i>	31.12.2022		31.12.2021	
		£'000	£'000	£'000	£'000
<b>ASSETS</b>					
Fixed assets:					
Investments			93,091		96,412
Current assets:					
Debtors	7	236		130	
Cash equivalents	8	6,202		6,500	
Cash and bank balances	8	475		2,163	
<b>Total current assets</b>			<b>6,913</b>		<b>8,793</b>
<b>Total assets</b>			<b>100,004</b>		<b>105,205</b>
<b>LIABILITIES</b>					
Creditors:					
Other creditors	9	68		56	
Distribution payable on Income Units		418		383	
<b>Total liabilities</b>			<b>486</b>		<b>439</b>
<b>Net assets attributable to Unitholders</b>			<b>99,518</b>		<b>104,766</b>

The financial statements on pages 35 to 50 have been approved and authorised for issue by the Manager.

Approved on behalf of the Manager  
14 April 2023

D Sloper, Director  
CCLA Fund Managers Limited

The notes on pages 37 to 50 and the distribution tables on pages 51 and 52 form part of these financial statements.

**CATHOLIC INVESTMENT FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**for the year ended 31 December 2022**

**1. Accounting policies**

Please see pages 13 and 14 for accounting basis and policies applicable to all Sub-Funds. Please see below for accounting basis and policies applicable to the Charities Authorised Investment Fund only.

*(a) Basis of preparation*

The Fund is exempt from preparing a statement of cash flows under FRS 102 as substantially all of the Fund's investments are highly liquid, substantially all of the Fund's investments are carried at market value and the Fund provides a statement of change in net assets.

*(b) Expenses*

During the year, the annual management charge, paid to the Manager, was taken to the capital of the Fund before distribution. The fee is based on a fixed percentage of the value of the Fund and was 0.60% in relation to Class 1 Units – Income and Class 2 Units – Accumulation. The fee for the Founder Class Units – Income and Founder Class Units – Accumulation was 0.50% up to 31 March 2022, and was 0.60% thereafter. No VAT is charged on the annual management charge. The annual management charge is calculated by reference to the daily Net Asset Value of the Fund.

The Depositary fee, audit, legal, safe custody fees and insurance fees are charged separately to the revenue of the Fund before distributions.

*(c) Distributions*

Distributions are paid quarterly and can also be supported by the Fund's capital.

It is the Fund's policy to calculate the distribution based on the revenue on debt securities which is computed on a coupon basis. A reconciliation of the net distribution to the net income of the Fund as reported in the statement of total return is shown in note 6.

The Fund can utilise an income reserve to even out the fluctuations in revenue which arise over the years. Movements in the income reserve are therefore adjustments made to net revenue in determining the distributions. The income reserve balance was £nil as at 31 December 2022. There was no change in the income reserve balance during the current and prior reporting period.

**CATHOLIC INVESTMENT FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2022

**2. Net capital (losses)/gains**

	31.12.2022 £'000	31.12.2021** £'000
The net capital (losses)/gains during the year/period comprise:		
Realised (losses)/gains on non-derivative securities	(538)	1,572
Unrealised (losses)/gains on non-derivative securities	(12,904)	9,351
Manager's periodic charge rebate*	24	13
Currency losses	(96)	(24)
	(13,514)	10,912

\* This amount represents the annual management charge rebates credited to the Fund's capital. This is for the Fund's deposits in the COIF Charities Property Fund where the annual management charge is charged to capital.

**3. Revenue**

	31.12.2022 £'000	31.12.2021** £'000
Overseas dividends	1,276	763
UK dividends	629	395
Interest on debt securities	59	—
Property income distributions	140	87
Bank interest	8	—
Deposit interest	70	—
Manager's periodic charge rebate*	15	3
	2,197	1,248

\* This amount represents the annual management charge rebates credited to the Fund's revenue. This is for the Fund's deposits in the COIF Charities Deposit Fund where the annual management charge is charged to revenue.

\*\* For the period from initial subscription on 1 April 2021 to 31 December 2021.

**CATHOLIC INVESTMENT FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2022

**4. Expenses**

	31.12.2022 £'000	31.12.2021** £'000
Payable to the Manager, associates of the Manager and agents of either of them:		
Manager's periodic charge	589	349
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Safe custody fees	16	21
Depositary fee	22	17
	38	38
Other expenses:		
Audit fee	14	6
Other fees	9	16
	23	22
<b>Total expenses</b>	<b>650</b>	<b>409</b>

The above expenses include VAT where applicable.

Audit fee net of VAT is £8,320 (31.12.2021, £8,000).

**5. Taxation**

The Fund has charitable status and is exempt from UK Income and Capital Gains Tax pursuant to Part 11 Chapter 3 of the Corporation Tax Act 2010. Distributions are paid, and reinvested revenue credited gross to Unitholders on the basis that all recoverable UK taxation has been reclaimed. Overseas withholding tax is deducted in full from overseas revenue. Recoverable withholding tax is credited to revenue.

	31.12.2022 £'000	31.12.2021** £'000
Overseas taxation suffered in the year/period	140	85
<b>Total taxation</b>	<b>140</b>	<b>85</b>

\*\* For the period from initial subscription on 1 April 2021 to 31 December 2021.

CATHOLIC INVESTMENT FUND  
 NOTES TO THE FINANCIAL STATEMENTS  
 for the year ended 31 December 2022

6. Distributions

Distributions take account of revenue received on the issue of Units and revenue deducted on the cancellation of Units, and comprise:

	31.12.2022 £'000	31.12.2021** £'000
31 March – interim distribution	566	–
30 June – interim distribution	687	557
30 September – interim distribution	640	531
31 December – final distribution	672	555
	2,565	1,643
Add: revenue deducted on cancellation of Units	3	–
Deduct: revenue received on issue of Units	(27)	(65)
Net distribution for the year/period	2,541	1,578
Net revenue after taxation for the year/period	1,407	754
Distributions from capital	542	475
Manager's periodic charge	589	349
Capital Professional charge	3	–
Net distribution for the year/period	2,541	1,578

Details of the distribution per Unit are set out in the distribution tables on pages 51 and 52.

The Manager's annual management charge is charged to capital, so this amount above is added back in the table above to the net distribution for the year/period and deducted from capital. There were no unclaimed distributions as at 31 December 2022.

\*\* For the period from initial subscription on 1 April 2021 to 31 December 2021.



**CATHOLIC INVESTMENT FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2022

**7. Debtors**

	31.12.2022 £'000	31.12.2021 £'000
Accrued revenue	231	127
Rebate management fee receivable	3	3
Sales awaiting settlement	2	—
	<b>236</b>	<b>130</b>

**8. Cash equivalents, cash and bank balances**

	31.12.2022 £'000	31.12.2021 £'000
Cash equivalents: cash in the COIF Charities Deposit Fund	6,202	6,500
Cash and bank balances: cash at bank	475	2,163

**9. Other creditors**

	31.12.2022 £'000	31.12.2021 £'000
Accrued expenses	68	56
	<b>68</b>	<b>56</b>

**10. Financial instruments**

*Fair value*

Securities held by the Fund are valued at bid-market value. Bid-market value is considered to be a fair representation of the amount repayable to Unitholders should they wish to sell their Units. Other financial assets and liabilities of the Fund are included in the balance sheet at their fair value.

The main risks arising from the Fund's financial instruments and the Manager's policies for managing these risks are summarised below. These policies have been applied consistently throughout the year.

CATHOLIC INVESTMENT FUND  
NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 31 December 2022

10. Financial instruments (*continued*)

*Market price risk*

This is an actively managed Fund invests mainly in UK and overseas equities, UK Property and fixed interest investments. Investors are thus exposed to market price risk, which can be defined as the uncertainty about future price movements of the financial instruments the Fund is invested in. Market price risk arises mainly from economic factors, including investor confidence and is not limited to interest rate and currency movements. This exposure to market price risk may result in substantial fluctuations in the Unit price from time to time, although there will generally be a positive correlation in the movement of the Unit price to the markets the Fund is invested in. The Fund seeks to minimise the risks by holding a diversified portfolio of investments in line with the Fund's investment objectives. Risk is monitored at both the asset allocation and stock selection levels by Directors of the Manager on a regular basis and also by the Board.

At 31 December 2022, if the price of the investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to Unitholders, and profit or loss, would increase or decrease respectively by approximately £4,655,000 (31.12.2021, £4,821,000).

*Credit risk*

The Fund's transactions in securities expose it to the risk that the counterparty will not deliver the investment for a purchase, the cash for a sale or the settlement amounts for forward currency contracts. To minimise this, the Fund only deals with an approved list of brokers maintained by the Manager. Depending on the counterparty, the Fund may employ collateral arrangements for forward currency contracts.

*Liquidity risk*

Financial instruments held by the Fund, excluding short-term debtors and creditors, are made up of UK and overseas equities, fixed interest securities, and sterling and overseas cash deposits. These assets are generally liquid and enable the Fund to meet the payment of any redemption of Units that Unitholders may wish to make.

CATHOLIC INVESTMENT FUND  
 NOTES TO THE FINANCIAL STATEMENTS  
 for the year ended 31 December 2022

10. Financial instruments (continued)

*Currency risk*

The Fund is exposed to fluctuations in foreign currencies as some of its assets and revenue are denominated in currencies other than sterling, the base currency of the Fund. The Fund may enter into forward currency contracts to protect the sterling value of the underlying portfolio of securities against the effect of possible adverse movements in foreign exchange rates on investments and revenue accrued, but not yet received. In respect of revenue, receipts are converted to sterling shortly after receipt.

At 31 December 2022, if the value of sterling increased or decreased by 1% against all currencies, with all other variables remaining constant, then the net assets attributable to Unitholders, and profit or loss, would decrease or increase respectively by approximately £621,000 (31.12.2021, £713,000).

The total foreign currency exposure at 31 December was:

Currency	31.12.2022			31.12.2021		
	Monetary exposures £'000	Non- monetary exposures £'000	Total £'000	Monetary exposures £'000	Non- monetary exposures £'000	Total £'000
Euro	11	12,109	12,120	9	11,202	11,211
Hong Kong dollar	–	1,255	1,255	–	1,715	1,715
Japanese yen	–	648	648	–	510	510
Korean won	25	913	938	21	2,079	2,100
Swedish krona	–	1,282	1,282	–	1,340	1,340
Swiss franc	–	1,413	1,413	–	1,938	1,938
US dollar	82	44,353	44,435	61	52,397	52,458
Total	118	61,973	62,091	91	71,181	71,272

CATHOLIC INVESTMENT FUND  
NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 31 December 2022

10. Financial instruments (continued)

*Interest rate risk*

The majority of the Fund's financial assets are equities which neither receive interest nor have maturity dates. The Fund also invests in fixed interest securities and cash deposits, the revenue of which may be affected by changes to interest rates relevant to particular securities or as a result of the Manager being unable to secure similar returns on the disposal or redemption of securities. The value of fixed interest securities may be affected by interest rate movements or the expectation of such movements in the future.

A sensitivity analysis for interest rate risk is not shown as the impact is unlikely to be significant.

The total exposure at 31 December 2022 was:

Currency	Floating rate financial assets* £'000	Fixed rate financial assets £'000	Financial assets not carrying interest £'000	Total £'000
Sterling	6,677	8,245	22,991	37,913
Euro	—	—	12,120	12,120
Swiss franc	—	—	1,413	1,413
US dollar	—	—	44,435	44,435
Other	—	—	4,123	4,123
Total	6,677	8,245	85,082	100,004

Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Financial liabilities not carrying interest £'000	Total £'000
Sterling	—	—	(486)	(486)
Total	—	—	(486)	(486)

**CATHOLIC INVESTMENT FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2022

**10. Financial instruments (continued)**

*Interest rate risk (continued)*

The total exposure at 31 December 2021 was:

Currency	Floating rate financial assets* £'000	Fixed rate financial assets £'000	Financial assets not carrying interest £'000	Total £'000
Sterling	8,663	—	25,270	33,933
Euro	—	—	11,211	11,211
Korean won	—	—	2,100	2,100
US dollar	—	—	52,458	52,458
Other	—	—	5,503	5,503
<b>Total</b>	<b>8,663</b>	<b>—</b>	<b>96,542</b>	<b>105,205</b>

Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Financial liabilities not carrying interest £'000	Total £'000
Sterling	—	—	(439)	(439)
<b>Total</b>	<b>—</b>	<b>—</b>	<b>(439)</b>	<b>(439)</b>

\* The floating rate financial assets of the Fund earn interest at rates based on either SONIA or base rate.

All financial liabilities are due to be settled within one year or on demand.

**11. Commitments and contingent liabilities**

There were no commitments or contingent liabilities as at 31 December 2022 (31.12.2021, nil).

**12. Unquoted and other investments**

At 31 December 2022 3.07% (31.12.2021, 3.13%), of the value of the Fund was held in Units in the COIF Charities Property Fund. The investment in the COIF Charities Property Fund may not be readily realisable, as the Manager may impose a period of notice or delay, not exceeding six months, before carrying out a redemption of Units in that Fund, if it is deemed to be necessary to protect the interests of Unitholders of the Fund or to permit properties to be sold to meet a redemption.

**CATHOLIC INVESTMENT FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2022

**13. Related party transactions**

During the year, the Fund received rebates of management fees for its holding in the COIF Charities Property Fund where management fees are taken to capital as disclosed in note 2.

An amount of £48,370 was due to the Manager at 31 December 2022.

At 31 December 2022 a cash balance of £6,202,000 (31.12.2021, £6,500,000) was held in the COIF Charities Deposit Fund.

During the year the Fund also received rebates of management fees for its deposits in the COIF Charities Deposit Fund where the management fees were charged to revenue as disclosed in note 3.

Further details of the Fund's holdings in COIF Charities Funds are disclosed in note 12.

There is one individual investor holding 21.26% (31.12.2021, 23%) of the Fund.

**14. Portfolio transaction costs**

For the year ended 31 December 2022

	Value £'000	Commissions £'000	%	Taxes £'000	%	Total £'000
<b>Analysis of total</b>						
<b>purchases costs</b>						
Equity transactions	25,498	11	0.04	10	0.04	25,519
Bond transactions	12,528	—	—	—	—	12,528
Fund transactions	433	—	—	—	—	433
In-specie transactions	765	—	—	—	—	765
Corporate actions	1	—	—	—	—	1
<b>Total</b>	<b>39,225</b>	<b>11</b>		<b>10</b>		<b>39,246</b>

CATHOLIC INVESTMENT FUND  
NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 31 December 2022

14. Portfolio transaction costs (*continued*)

	Value £'000	Commissions £'000	%	Taxes £'000	%	Total £'000
<b>Analysis of total sales costs</b>						
Equity transactions	24,694	(12)	0.05	(3)	0.01	24,679
Bond transactions	4,196	—	—	—	—	4,196
Fund transactions	236	—	—	—	—	236
Corporate actions	10	—	—	—	—	10
<b>Total</b>	<b>29,136</b>	<b>(12)</b>		<b>(3)</b>		<b>29,121</b>

Commissions and taxes as a percentage of average net assets

Commissions 0.03%

Taxes 0.01%

The average portfolio dealing spread, including the effect of foreign exchange, as at 31 December 2022 was 0.31%.

For the period ended 31 December 2021

	Value £'000	Commissions £'000	%	Taxes £'000	%	Total £'000
<b>Analysis of total purchases costs</b>						
Equity transactions	44,356	18	0.04	13	0.03	44,387
Fund transactions	1,327	—	—	—	—	1,327
In-specie transactions	56,529	—	—	—	—	56,529
Corporate actions	619	—	—	—	—	619
<b>Total</b>	<b>102,831</b>	<b>18</b>		<b>13</b>		<b>102,862</b>

	Value £'000	Commissions £'000	%	Taxes £'000	%	Total £'000
<b>Analysis of total sales costs</b>						
Equity transactions	17,378	(9)	0.05	(2)	0.01	17,367
Corporate actions	8	—	—	—	—	8
<b>Total</b>	<b>17,386</b>	<b>(9)</b>		<b>(2)</b>		<b>17,375</b>

CATHOLIC INVESTMENT FUND  
NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 31 December 2022

14. Portfolio transaction costs (*continued*)

Commissions and taxes as a percentage of average net assets

Commissions	0.03%
Taxes	0.02%

The average portfolio dealing spread, including the effect of foreign exchange, as at 31 December 2021 was 0.28%.

For the current year and comparative period in the case of equities, commissions and taxes are paid by the Fund on each transaction. In addition, there is a dealing spread between the buying and selling prices of the underlying investments. Unlike equities, the majority of other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and market sentiment.

15. Unitholders' funds – reconciliation of Units

	31.12.2022			
	Income Units	Accumulation Units	Founder Class Income Units	Founder Class Accumulation Units
Opening number of Units at beginning of year	917,982	211,220	33,856,506	26,529,243
Units issued in year	1,362,619	3,781,660	806,975	332,776
Units cancelled in year	(667)	(58,814)	(609,195)	(193,324)
Closing number of Units at end of year	2,279,934	3,934,066	34,054,286	26,668,695

All Units carry the same rights.



**CATHOLIC INVESTMENT FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2022

**16. Fair value of financial assets and financial liabilities**

In respect of financial assets and liabilities other than investments (including investment liabilities), there is no material difference between their value, as shown on the balance sheet, and their fair value.

Investments are held at fair value. An analysis of the valuation technique used to derive fair value of the investments is shown below:

The fair value of investments has been determined using the following hierarchy:

- Level 1 The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 Inputs other than quoted prices included above that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.
- Level 3 Inputs that are unobservable (i.e. for which market data is unavailable) for the asset or liability.

For the year ended 31 December 2022

Category	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	85,081	8,010	–	93,091
	85,081	8,010	–	93,091

For the period ended 31 December 2021

Category	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	93,129	3,283	–	96,412
	93,129	3,283	–	96,412

For financial instruments which have quoted prices for identical instruments in active markets, those prices are taken to be fair value.

**CATHOLIC INVESTMENT FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2022

**16. Fair value of financial assets and financial liabilities (*continued*)**

For financial instruments for which the Manager uses valuation techniques using observable market data, the inputs include: prices of recent transactions for identical instruments in inactive markets; broker quotes; evaluated pricing data from data providers; or prices quoted for closely similar (but not identical) instruments.

For financial instruments for which the Manager uses valuation techniques using non-observable data, the inputs include: valuations from independent experts (which may include discounted cash flow calculations, or prices based upon income yield); or net asset values which the Manager considers reliable, based upon audit reports and the Manager's own knowledge of the investee entity.

**17. Post balance sheet events**

On 10 January 2023, Founder Class Units – Income and Founder Class Units – Accumulation converted into Class 1 Units – Income and Class 2 Units – Accumulation respectively.

**CATHOLIC INVESTMENT FUND**  
**DISTRIBUTION TABLES**  
for the year ended 31 December 2022

Year ended	Date payable/paid		Dividends payable/paid	
	2022	2021	£ per Unit 2022	£ per Unit 2021
<b>Class 1 Units – Income</b>				
31 March	<b>31 May</b>	28 May	<b>0.01</b>	N/A
30 June	<b>31 August</b>	31 August	<b>0.01</b>	0.01
30 September	<b>30 November</b>	30 November	<b>0.01</b>	0.01
31 December	<b>28 February</b>	28 February	<b>0.01</b>	0.01
			<b>0.04</b>	0.03

Year ended	Date payable/paid		Dividends payable/paid	
	2022	2021	£ per Unit 2022	£ per Unit 2021
<b>Founder Class Units – Income</b>				
31 March	<b>31 May</b>	28 May	<b>0.01</b>	N/A
30 June	<b>31 August</b>	31 August	<b>0.01</b>	0.01
30 September	<b>30 November</b>	30 November	<b>0.01</b>	0.01
31 December	<b>28 February</b>	28 February	<b>0.01</b>	0.01
			<b>0.04</b>	0.03

Year ended	Revenue accumulated	
	2022	£ per Unit 2021
<b>Class 2 Units – Accumulation</b>		
31 March	<b>0.01</b>	N/A
30 June	<b>0.01</b>	0.01
30 September	<b>0.00</b>	0.00
31 December	<b>0.01</b>	0.01
	<b>0.03</b>	0.02

**CATHOLIC INVESTMENT FUND**  
**DISTRIBUTION TABLES**  
for the year ended 31 December 2022

Year ended	Revenue accumulated £ per Unit	
	2022	2021
<b>Founder Class Units – Accumulation</b>		
31 March	0.01	N/A
30 June	0.01	0.01
30 September	0.00	0.00
31 December	0.01	0.01
	0.03	0.02

The distributions for all Units were paid in the same year, apart from the distribution declared on 31 December which is payable on the 28 February in the subsequent year.

## AIFMD DISCLOSURES

**Manager Remuneration**

The Manager has no employees, but delegates the performance of its service to employees of its parent company, CCLA Investment Management Limited.

Recharges for these services of CCLA Investment Management Limited to the Manager are levied in respect of CCLA Investment Management Limited's year ending on 31 March each year. The recharge for the financial year to 31 March 2022 was £34,700,000. A recharge of £30,000,000 was levied in the year to 31 March 2021.

The average number of full time equivalent staff of CCLA Investment Management Limited, including temporary staff, for the year ended 31 March 2022 was 155 (year ended 31 March 2021, 145).

During the year to 31 December 2022 and the prior period, remuneration was paid to CCLA Investment Management Limited staff as shown below. Totals for staff whose actions have a material impact on the risk profile of the Fund ("identified staff") are shown separately.

	Year ended 31 December 2022		
	Fixed remuneration	Variable remuneration	Total
	£000	£000	£000
Identified staff	1,032	1,373	2,405
Other staff	15,365	7,029	22,394
<b>Total</b>	<b>16,397</b>	<b>8,402</b>	<b>24,799</b>

	Year ended 31 December 2021		
	Fixed remuneration	Variable remuneration	Total
	£000	£000	£000
Identified staff	1,380	1,827	3,207
Other staff	12,659	5,327	17,986
<b>Total</b>	<b>14,039</b>	<b>7,154</b>	<b>21,193</b>

Remuneration above is the total remuneration for CCLA Investment Management Limited; it is not possible to separate the element of that relating only to this fund. The components of remuneration are appropriately balanced and do not create a conflict of interest for the Fund.

## DIRECTORY

### Manager

CCLA Fund Managers Limited  
Both CCLA Fund Managers Limited and CCLA  
Investment Management Limited have the same address

### Investment Manager, Registrar and Transfer Agent

CCLA Investment Management Limited  
Registered Office Address (prior to 25 July 2022):  
Senator House, 85 Queen Victoria Street  
London  
EC4V 4ET  
Registered Office Address (current):  
One Angel Lane  
London  
EC4R 3AB  
Telephone: 0207 489 6000  
Client Service:  
Freephone: 0800 022 3505  
Email: [clientservices@ccla.co.uk](mailto:clientservices@ccla.co.uk)  
[www.ccla.co.uk](http://www.ccla.co.uk)  
Both CCLA Fund Managers Limited and CCLA  
Investment Management Limited are authorised and regulated  
by the Financial Conduct Authority

### Administrator

HSBC Bank plc  
8 Canada Square  
Canary Wharf  
London  
E14 5HQ  
HSBC Bank plc is authorised by the Prudential Regulation  
Authority and regulated by the Financial Conduct Authority  
and the Prudential Regulation Authority.

### Executive Directors of the Manager

E Sheldon (Chief Operating Officer)  
D Sloper (Chief Executive Officer)  
J Berens (Head of Client Relationships  
and Distributions) – appointed 13 February 2023

### Non-Executive Directors of the Manager

R Horlick (Chair)  
J Jesty  
A Roughead

### Fund Manager

J Ayre  
C Ryland

### Company Secretary

J Fox

### Chief Risk Officer

J-P Lim

### Head of Sustainability

J Corah

### Third Party Advisors

#### Trustee and Custodian

HSBC Bank plc  
8 Canada Square  
Canary Wharf  
London  
E14 5HQ

#### Banker

HSBC Bank plc  
60 Queen Victoria Street  
London  
EC4N 4TR

#### Independent Auditor

Deloitte LLP  
110 Queen Street  
Glasgow  
G1 3BX

## ABOUT CCLA

---

Founded in 1958, CCLA is now the UK's largest charity fund manager. Well known for managing investments for charities, religious organisations and the public sector, CCLA began a new phase in its development in 2022, now welcoming other types of investor.

Our purpose is to help our clients maximise their impact on society by harnessing the power of investment markets. This requires us to provide a supportive and stable environment for our staff and deliver trusted, responsibly managed and strongly performing products and services to all organisations, irrespective of their size.



**CCLA Fund Managers Limited**  
One Angel Lane, London EC4R 3AB  
T: 0800 022 3505 E: [clientservices@ccla.co.uk](mailto:clientservices@ccla.co.uk)

[www.ccla.co.uk](http://www.ccla.co.uk)

CCLA is the trading name for CCLA Investment Management Limited (Registered in England and Wales No. 2183088) and CCLA Fund Managers Limited (Registered in England and Wales No. 8735639)

Both companies are authorised and regulated by the Financial Conduct Authority. Registered address: One Angel Lane, London EC4R 3AB.

Printed on 100% post consumer waste and is certified by the Forest Stewardship Council (FSC).