

COIF CHARITIES SHORT DURATION BOND FUND
INTERIM REPORT AND
UNAUDITED FINANCIAL STATEMENTS

Half year ended 30 June 2025

CCLA

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*Collectively, these comprise the Manager's Report.

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 Interim Report and Unaudited Financial Statements are available in large print and audio formats.

REPORT OF THE BOARD**for the half year ended 30 June 2025 (unaudited)**

On behalf of the Board, I have pleasure in presenting the Interim Report and Unaudited Financial Statements of the COIF Charities Short Duration Bond Fund (the Fund), which includes a separate report from CCLA Investment Management Limited (the Investment Manager) as Investment Manager of the Fund. The Sub-Investment Manager of the Fund is Hermes Investment Management Limited.

Structure and management of the Fund

The Fund is a Common Investment Fund established in 1990 and is now regulated by the Scheme dated 29 November 2000 and made under section 24 of the Charities Act 1993, now section 96 of the Charities Act 2011 and amended by resolutions of the charity trustees of the Fund dated 13 May 2009, 21 July 2014, 22 July 2014, 17 November 2015 and 20 November 2023 (the Scheme). The Fund is managed by CCLA Fund Managers Limited (the Manager) as an unregulated collective investment scheme and as a UK alternative investment fund in accordance with the Financial Conduct Authority Regulations and the Alternative Investment Fund Managers Directive (AIFMD) Legislation.

The Board, created under the Scheme, is made up of individuals appointed under the Scheme. Together, these individuals have wide experience of finance, investments and charities. No Board member is required to be approved by the Financial Conduct Authority because the Board does not carry out regulated activities in

relation to the Fund.

The COIF Board appoints the Manager who is responsible for all the investment management and administration services in relation to the Fund including the day to day management of the Fund. The Manager is also responsible for the risk management of the Fund. The Investment Manager (CCLA Investment Management Limited) has been appointed by the Manager to provide portfolio management, administrative and secretarial services to the Fund under the Investment Management Agreement. The Board meets at least four times per annum to receive reports and monitor the progress of the Fund.

The Board is responsible for setting and subsequently reviewing the investment policy of the Fund, monitoring performance, appointing the Auditors to the Fund and agreeing the fees charged by the Depositary, the Manager and the Auditors.

The Trustee and Depositary, HSBC Bank plc, appointed under the Scheme is responsible for the supervision and oversight of the Manager's compliance with the Scheme and Scheme Particulars and also for the custody and safekeeping of the property of the Fund. It is also responsible for the appointment and supervision of the Registrar of the Fund. The division between management and Depositary functions provides an additional layer of protection for Unitholders.

REPORT OF THE BOARD**for the half year ended 30 June 2025 (unaudited)**

The Board, Trustee and Manager are considered Charity Trustees of the Fund within the meaning of the Charities Act 2011.

From 20 November 2023, CCLA appointed FNZ TA Services Limited (FNZ) as its transfer agent. As transfer agent, FNZ now process all transactions in units of the fund, record changes to client static information on behalf of CCLA and facilitate the payment of income distributions.

As part of the outsourcing arrangement, a number of changes were made to the Fund, including:

- Change in dealing frequency, from weekly to daily.
- Changes to the valuation point and dealing deadline to receive dealing instructions.
- Change to pricing mechanism, from dual priced (bid/offer) to single 'swing' pricing for both buy and sell instructions.
- Name of the fund was changed from COIF Charities Fixed Interest Fund to COIF Charities Short Duration Bond Fund.
- The investment policy was updated to reflect the fund being managed to a duration limit of 3.5 years.

Disappointingly, the transition was not as smooth as CCLA had expected and tested for. This resulted in a period where we fell behind our usually high standards of administration and reporting. Performance has improved and we continue to work tirelessly to ensure we return to the service levels our clients expect from us.

The Board have been kept fully informed and understand the difficulties experienced by CCLA and COIF's clients.

Investment objective

The Fund aims to generate a total return (income plus capital growth) of cash (represented by SONIA) plus 1.75% per annum (net of fees and expenses) when measured over a rolling three year period. There is no guarantee that the investment objective of the Fund will be achieved over any time period. Capital is at risk.

Target Benchmark

The target benchmark for the Fund is SONIA plus 1.75% per annum. The target benchmark sets a standard against which the performance of the Fund can be assessed.

REPORT OF THE BOARD

for the half year ended 30 June 2025 (unaudited)

Investment policy

The Fund will invest in a range of fixed and floating rate debt and/or debt related instruments issued by corporates and governments (government and public securities) including loans (which may be leveraged), inflation-linked securities, money market instruments and asset backed or other securitised products. Such instruments may be issued by issuers located in developed and emerging markets (as defined by MSCI for the purposes of its developed and emerging markets indices). Exposure to these assets may be via direct holdings or indirectly through investment in other funds (including those managed and operated by the Manager, the Sub-Investment Manager or their associates). Such funds may include exchange traded funds, closed-ended investment companies (including UK investment trusts) and open-ended funds. Investments made by the Fund may be either liquid or illiquid in nature.

The Fund will be managed to ensure that the Fund's Duration is less than 3.5 years, with the aim of reducing the effect of changes in interest rates on the Fund's value. The Fund's Duration measures the sensitivity of the value of the Fund to a change in interest rates; the lower the Duration the less impact a change in interest rates will have on the Fund's value.

The Fund is actively managed which means CCLA/the Sub-Investment Manager uses their discretion to pick investments to seek to achieve the investment objective.

The Fund will invest in instruments issued in a range of currencies and will hedge the non-sterling denominated portion of the portfolio back to the Fund's Base Currency in a range of 95%–105% of the Net Asset Value of the Scheme Property, to reduce the risk of exposure to non-sterling currency fluctuations.

The Fund may invest in instruments that are either investment grade or non-investment grade as rated by a recognised credit rating agency. Where an instrument does not have an explicit rating from a recognised credit rating agency ("Unrated Securities"), the Investment Manager or the Sub-Investment Manager is permitted to calculate a deemed rating.

The constraints set out below will apply to the Fund. During periods of rapid credit rating downgrades and/or market illiquidity however, these constraints may be temporarily exceeded. Where this occurs steps will be taken to bring the Fund into compliance with the constraints stated below within a reasonable period of time.

- The maximum exposure to non-investment grade securities is 20% of the Net Asset Value of the Scheme Property. Credit ratings used for measuring compliance with this rule are the highest long-term ratings of the recognised credit rating agencies used.
- The maximum exposure to non-investment grade securities with a rating assessed as being less than 'speculative' status is 5% of the Net Asset Value of the Scheme Property.

REPORT OF THE BOARD

for the half year ended 30 June 2025 (unaudited)

- The maximum exposure to Unrated Securities (including securities that CCLA and/or Sub-Investment Manager have given a deemed rating) is 5% of the Net Asset Value of the Scheme Property.
- The Fund will invest no more than 10% of its Net Asset Value in Collective Investment Schemes including In-House Funds.

The Fund uses derivatives (financial instruments whose value is linked to that of another asset) for investment purposes and efficient portfolio management. Efficient portfolio management includes hedging (for example, reducing currency risk) and otherwise managing the Fund in a way that is designed to reduce risk or costs and/or to generate extra income or growth with a level of risk consistent with the risk profile of the Fund. The Fund is managed in accordance with our ethical investment exclusions policy which is set out in further detail on our website at www.ccla.co.uk.

The Sub-Investment Manager

Hermes Investment Management Limited has been appointed by CCLA as the Sub-Investment Manager of the Fund. The Sub-Investment Manager is a limited liability company incorporated in England and Wales with company registration number 02466043 whose address and details are shown in the directory.

The Sub-Investment Manager is authorised and regulated by the Financial Conduct Authority in the conduct of investment business in the United Kingdom and is entered on the FCA's register under reference number 150000.

The Sub-Investment Manager provides portfolio management services to the Fund.

CCLA is responsible for any fees payable to the Sub-Investment Manager.

Target investors

The Fund is intended for eligible charity investors, with at least a basic knowledge of relevant financial instruments, which are seeking to invest in an actively managed fund that reflects the investment objective and investment policy of the Fund. Investors should be looking to invest for at least three years and understand that their capital may be at risk, have the ability to bear losses and appreciate that the value of their investment and any derived income may fall as well as rise. Please note that the Manager is not required to assess the suitability or appropriateness of the Fund against each investor. Investors may be either retail or professional clients (both per se and elective).

Review of investment activities and policies of the Fund

The Board met quarterly during the year to carry out its responsibility for the approval of investment strategy, for setting distribution policy, to review investment diversification, suitability and risk and to review the performance of the Fund. In addition, the Board reviewed the administration, expenses and pricing of the Fund.

REPORT OF THE BOARD**for the half year ended 30 June 2025 (unaudited)**

The Board reviewed the progress of the Manager and approved the valuation of the investments in the Fund, which are included within the portfolio statement of these Financial Statements.

During the year, the Board also met quarterly with the Manager, to review the investments, transactions and policies of the Fund. The Investment Manager's report, which appears later, provides further details.

In terms of other matters, the Board is pleased to report that CCLA won a tax reclaim from HMRC regarding VAT charged on management fees in the period immediately before Brexit. HMRC are not appealing the decision and the exact amount to be credited to the fund is still being agreed with HMRC but likely to be in the region of £0.4 million.

Sustainable investment label

This product does not have a UK sustainable investment label. Sustainable investment labels help investors find products that have a specific sustainability goal. The fund does not use a sustainable investment label because it does not have a sustainability goal.

Sustainability approach

The fund is managed in line with values-based investment restrictions that have been set by CCLA to reflect the values and mission of the fund's unitholders. The restrictions that apply to the fund are set out in the scheme particulars.

These restrictions are applied in accordance with Our values-based screening policy (which also sets out how we consider the eligibility of third-party managed funds) and are implemented based upon data points selected by CCLA.

Climate-related financial disclosures

CCLA recognises that the investments within the Fund have an impact on the health of the climate. Equally, climate change could influence the performance of investments in the Fund because healthy markets need a healthy planet and healthy communities. CCLA produces a TCFD Product Report for each fund it manages, which are consistent with the recommendations issued by the Task Force on Climate-related Financial Disclosures (TCFD). The TCFD Product Reports are designed to help you understand how the Sub-Fund is exposed to climate-related risks.

Copies of the following fund documents:

Approach to sustainability, Investment Restrictions and TCFD report can be found at www.ccla.co.uk/funds/coif-charities-short-duration-bond-fund#fund-documents

Controls and risk management

The Board receives and considers regular reports from CCLA. Ad hoc reports and information are supplied to the Board as required. CCLA has established an internal control framework to provide reasonable, but not absolute, assurance on the effectiveness of the internal

REPORT OF THE BOARD**for the half year ended 30 June 2025 (unaudited)**

controls operated on behalf of its clients.

The effectiveness of the internal controls is assessed by the directors and senior management of CCLA on a continuing basis.

During the period, the Board, assisted by CCLA, reviewed the Fund's systems of internal controls and risk reporting.

Possible Future Developments

The COIF Board, in conjunction with the Manager, have been considering the advantages and disadvantages of moving from a Common Investment Fund (CIF), the current arrangement as explained on Page 3 of this Interim Report, to a Charities Authorised Investment Fund (CAIF), a new investment vehicle which has specifically been designed by the FCA for the charity sector, to which the assets and liabilities of this entity could be transferred. The Board notes in this regard that many fund managers operating in the UK Charities sector have already made this change.

A formal decision has not been made by the Board to transition existing assets from a CIF to a CAIF so nothing, as yet, has been communicated to unitholders. However, the transition is expected to happen in 2026. On completion of the transfer, the COIF Charities Short Duration Bond Fund would cease operations and be wound up, with the investors' existing holdings in the existing CIF being replaced with their equivalent in the new CAIF. The Board therefore concluded that the COIF Charities Short Duration Bond Fund's financial statements are to be prepared on a basis other

than going concern.

The Board would like to stress that any costs associated with a transition are expected to be rigorously contained and that the Board will work with the Manager to ensure this occurs in practice.

On 10 July 2025, it was announced that CCLA would be acquired by Jupiter Fund Management plc ('Jupiter'), subject to regulatory approval. CCLA will become part of Jupiter, retaining the CCLA branding, investment, and client service approach.

CCLA's teams will continue to focus on delivering investment returns and outstanding client service to all CCLA clients regardless of their size. CCLA also retains its mission, its stewardship activities, and its drive to build a better world. At the same time however, CCLA stands to benefit from Jupiter's strength and resources. Jupiter's investment capabilities, including its 100 plus investment professionals, will add support to CCLA's existing investment team and product range.

CCLA remains committed to serving churches, charities and local authorities.

N Morecroft
Chair
30 September 2025

REPORT OF THE INVESTMENT MANAGER

for the half year ended 30 June 2025 (unaudited)

Strategy

The Fund aims to generate a total return (income plus capital growth) of cash, represented by the Sterling Overnight Index Average (SONIA) plus 1.75% per year, after fees and expenses, measured over a rolling three-year period.

The Fund will invest in a range of fixed interest and variable-rate debt securities (also known as bonds) and other debt-related instruments issued in a range of currencies by companies (known as corporate bonds) and governments, including loans, inflation-linked securities, money-market instruments, and asset-backed or other securitised products (financial instruments backed by assets that generate an income, for example, mortgages or student loans).

The Fund focuses on generating returns from credit risk, meaning that the manager aims to identify individual bonds that will deliver high returns, relative to the level of risk associated with a particular borrower at the corporate level. Conversely, the Fund has limited appetite for interest rate risk ('duration'), which describes how a bond's returns are likely to be affected by general changes in interest rates. For that reason, we manage the fund so that its duration is less than 3.5 years. The Fund minimises currency risk.

The Fund may invest in instruments that are either investment grade or non-investment grade (the latter up to a maximum of 20% of the fund) as rated by a recognised credit rating agency that the investment manager or sub-investment manager has determined meets appropriate regulatory standards.

COIF Charities Short Duration Bond Fund

Annualised total capital and income return

To 30 June 2025	6 months %	1 year %	5 years % p.a.	10 years % p.a.
Performance against benchmark (after expenses)				
COIF Charities Short Duration Bond Fund	2.96	6.84	0.65	2.76
Income Units*	2.96	6.84	0.65	2.76
Accumulation Units*	2.96	6.85	0.66	2.76
Target benchmark [#]	3.04	6.47	0.41	3.12
Consumer Price Index (CPI)	2.43	3.58	5.04	3.32

[#] Target benchmark – From 27.07.22 SONIA + 1.75%. From 01.01.16 iBoxx £ Gilt 50% & iBoxx £ Non Gilt 50%. To 31.12.15 BarCap £ Gilt 50% & £ Agg 100mm Non Gilt 50%.

* NAV to NAV plus income re-invested.

Past performance is not a reliable indicator of future results.

Source: CCLA, Bloomberg & HSBC.

REPORT OF THE INVESTMENT MANAGER for the half year ended 30 June 2025 (unaudited)

The Fund uses derivatives (financial instruments whose value is linked to that of another asset) for investment purposes and efficient portfolio management (for example, hedging to reduce currency risk). The Fund follows a set of client-driven, values-based investment restrictions.

As of 30 June 2025, approximately 64% of the Fund's portfolio was in corporate bonds, predominantly investment grade but with a smaller allocation to high-yield bonds, while 29% was in government bonds (principally US Treasuries but also UK and other government bonds). The remainder was in cash, derivatives, mortgage-backed or securitised bonds. The portfolio's modified duration, a measure of its exposure to interest rate risk, was 1.84%. Modified duration is the effect that a 1% change in interest rates is projected to have on the price of a bond.

Performance

Over the six months under review, the Fund returned 2.96%, net of expenses, compared with its target benchmark's return of 3.04%.

During the six months under review, UK bonds and those of French, Italian and Spanish issuers were the main contributors to the fund's returns. By corporate segment, bonds of banks and capital goods producers helped the fund's returns the most.

By contrast, US bonds, especially US Treasuries, weighed on the fund's performance. By corporate segment, bonds of technology firms

and basic industrial firms detracted most from returns. But corporate bonds generally outperformed government bonds during the review period.

The weaker US dollar detracted from the fund's returns in local currency. But the currency hedges we put in place largely neutralised this effect in pounds sterling.

The Fund is actively managed, and it is common for performance to be either above or below that of the benchmark over any given reporting period. As of 30 June 2025, the weighted average gross redemption yield (yield to maturity) of the securities in the Fund was 5.30%. The gross redemption yield indicates what the total return would be if the Fund's investments were held to maturity, i.e. the aggregate of gross interest received and capital gain or loss at redemption, annualised.

Market Review

During the six-months under review, inflation continued to trend above target in most countries, but central banks cut interest rates nonetheless. By contrast, most governments' budget deficits and debt are expected to increase, putting upward pressure on bond yields. As a result, the difference between short-dated interest rates (e.g. on two-year bonds) and longer-dated bond yields (e.g. on 10-year bonds) increased. In technical parlance: the yield curve (a graph that shows the yields of bonds of different maturities) became steeper during the period under review.

REPORT OF THE INVESTMENT MANAGER

for the half year ended 30 June 2025 (unaudited)

In the US, investors and policymakers initially took a wait-and-see approach to President Trump's barrage of policy statements on, e.g., immigration, government efficiency and annexing Greenland. America's central bank, the Federal Reserve ('Fed'), kept interest rates on hold, despite some pressure from the Trump administration to lower rates, and even after Trump announced his 'retaliatory tariffs' on 2 April.

Nevertheless, two-year US Treasury yields fell 4.25% at the start of 2025, to 3.72% by the middle of the year. Core Personal Consumption Expenditure (PCE) inflation, the Fed's preferred inflation gauge, remained stable, from 2.8%, year on year (yoy) in December 2024 to 2.7% in May 2025. If this stable, moderate level of inflation continues, investors expect the Fed to cut rates in the second half of the year.

Yields on 10-year US Treasuries (government bonds) fell from 4.57% at the start of the year to 4.24% at the end of June. Because these yields fell less than two-year yields, the yield curve 'steepened'. One of the reasons why long-dated bond yields didn't fall as much as short-dated yields was President Trump's 'One Big Beautiful Bill'. The non-partisan Congressional Budget Office expects this law to raise US government debt by c. \$3.4 trillion over the next ten years.

In the UK, consumer price inflation rose from 2.5%, yoy, in December 2024 to 3.6% in June 2025. Nevertheless, the Bank of England (BoE) cut its Official Bank Rate (OBR) twice, in February and May. Longer-term, however, investors are concerned that the UK government's budget plans may be unaffordable. As a result, yields on 10-year gilts (UK government bonds) started 2025 at 4.58% but ended June 2025 only marginally lower, at 4.51%. Here, also, the yield curve steepened.

Eurozone inflation fell from 2.4%, yoy, in December 2024 to 2.0% in June 2025, the European Central Bank's target. Long-term bond yields rose in countries like Germany, after their newly elected prime minister Friedrich Merz relaxed his government's debt restrictions and announced a €500 billion increase in defence spending. As a result, Germany's 10-year government bond yield climbed from 2.36% at the start of the year to 2.58% at the end of June. In other countries, like France and Italy, bond yields fell slightly.

Corporate bonds started the beginning of the year offering a lower level of additional yield over government bonds ('spread') than they had in many years, of around 0.83% for US corporate bonds. That spread widened significantly, to around 1.21%, after President Trump laid out his tariff plans. But corporate spreads narrowed again after Trump paused his tariffs and as most firms reported solid results for the first quarter of 2021. They ended the year approximately where they had started it.

REPORT OF THE INVESTMENT MANAGER for the half year ended 30 June 2025 (unaudited)

Outlook

The future path of interest rates looks unlikely to be straightforward. As a result, we aim to position the Fund so that its returns don't vary with changes in interest rates. We do, however, maintain a preference for steeper yield curves in the US.

Economic growth has been resilient, but uncertainty about higher tariffs is yet to feed into hard economic data. For now, sentiment and expectations data in the US suggest reduced confidence in the US economy. Europe may benefit, in terms of economic growth, from its plans to increase defence spending. We expect tariff uncertainty to continue to drive financial markets in the near term, creating opportunities across regions, sectors and issuers.

Corporate balance sheets mostly remain in decent shape. But companies have been cautious in giving forward guidance. We expect them to act rationally, should fundamentals deteriorate, and take measures to defend their balance sheets, for example by reducing their investment programmes.

CCLA Investment Management Limited
30 September 2025

REPORT OF THE INVESTMENT MANAGER

for the half year ended 30 June 2025 (unaudited)

Top ten changes in portfolio composition

	Cost £'000		Proceeds £'000
Purchases:		Sales:	
US Treasury Notebond 5% 2025	49,512	US Treasury 0% 2025	34,622
US Treasury 0% 2025	11,300	US Treasury 0% 2025	21,665
SIG Combibloc PurchaseCo 3.75% 2030	1,568	SIG Combibloc PurchaseCo	
J Sainsbury 5.125% 2030	1,349	2.125% 2025	2,636
UK Treasury 3.5% 2025	1,193	US Treasury 0% 2025	2,430
Nexans 4.125% 2029	1,125	Lloyds Bank 5.125% 2025	1,700
E-CARAT DE Lease 2025-1 FRN 2034	1,095	UK Treasury 5% 2025	1,450
Sixt 3.25% 2030	1,059	Banco 1.625% 2025	1,413
Suez 1.25% 2035	874	Bharti Airtel 4.375% 2025	1,348
Micron Technology 5.8% 2035	840	Nexans 4.25% 2030	1,132
		Huntsman International 4.25% 2025	1,088

When a stock has both purchases and sales in the year, 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 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 Fund's Units are intended only for long-term investment and are not suitable for money liable to be spent in the near future. They are realisable only on each dealing day only.

The gross redemption yield is an estimate of total return over the long-term. The Fund's gross dividend yield and gross redemption yield are not guaranteed and will change over time. When the Fund's distribution yield is higher than the gross redemption yield, some revenue is being paid at the expense of capital.

SUMMARY RISK INDICATOR

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.



The Manager has classified the COIF Charities Short Duration Bond Fund as 3 out of 7, which is a medium-low risk class. This rates the potential losses from future performance at a medium-low level and poor market conditions are unlikely to 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 Fund. The lowest category does not mean risk free.

The summary risk indicator assumes investment in the Fund for the Recommended Holding Period of three to five years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

Investors can request redemption at any time and the Fund deals on a daily basis. The Fund does not include any protection from future market performance, so you could lose some or all of your investment.

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

COMPARATIVE TABLE

Change in net assets per Unit

	Income Units			
	Half year to 30.06.2025 pence per Unit	Year to 31.12.2024 pence per Unit	Year to 31.12.2023 pence per Unit	Year to 31.12.2022 pence per Unit
Opening net asset value per Unit	125.72	121.92	115.89	132.53
Return before operating charges*	4.18	7.69	9.13	(13.04)
Operating charges**	(0.19)	(0.37)	(0.35)	(0.38)
Return after operating charges*	3.99	7.32	8.78	(13.42)
Distributions on Income Units	(2.48)	(3.52)	(2.75)	(3.22)
Closing net asset value per Unit	127.23	125.72	121.92	115.89
* after direct transaction costs of:	—	0.02	—	—

Performance

Return after charges	3.17%	6.00%	7.58%	(10.13%)
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Other information

Closing net asset value (£'000)	191,543	190,281	178,762	60,395
Closing number of Units	150,552,754	151,358,525	146,622,170	52,115,975
Operating charges**	0.29%	0.30%	0.29%	0.31%
Direct transaction costs	0.00%	0.02%	0.00%	0.00%

Prices (pence per Unit)

Highest Unit price	128.58	127.09	122.97	132.30
Lowest Unit price	125.33	121.85	116.02	112.42

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 Fund's performance disclosed in the Report of the Investment Manager.

** Operating charges comprise the Manager's annual management charge and other expenses, including VAT, but before taking account of rebates, as these only offset charges incurred within the underlying funds. The percentages above reflect these charges divided by average net assets for the period.

COMPARATIVE TABLE

Change in net assets per Unit

	Half year to 30.06.2025 pence per Unit	Year to 31.12.2024 pence per Unit	Year to 31.12.2023 pence per Unit	Year to 31.12.2022 pence per Unit
Opening net asset value per Unit	956.75	902.09	837.92	932.60
Return before operating charges*	31.94	57.46	66.71	(91.95)
Operating charges**	(1.42)	(2.80)	(2.54)	(2.73)
Return after operating charges*	30.52	54.66	64.17	(94.68)
Distributions on Accumulation Units	(18.31)	(25.98)	(19.07)	(24.47)
Retained distributions on Accumulation Units	18.31	25.98	19.07	24.47
Closing net asset value per Unit	987.27	956.75	902.09	837.92
* after direct transaction costs of:	0.03	0.15	0.03	0.01

Performance

Return after charges	3.19%	6.06%	7.66%	(10.15%)
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Other information

Closing net asset value (£'000)	18,590	18,953	17,915	13,038
Closing number of Units	1,883,020	1,980,938	1,985,875	1,555,917
Operating charges**	0.29%	0.30%	0.29%	0.31%
Direct transaction costs	0.00%	0.02%	0.00%	0.00%

Prices (pence per Unit)

Highest Unit price	987.80	959.39	905.03	931.03
Lowest Unit price	957.59	901.62	838.87	807.66

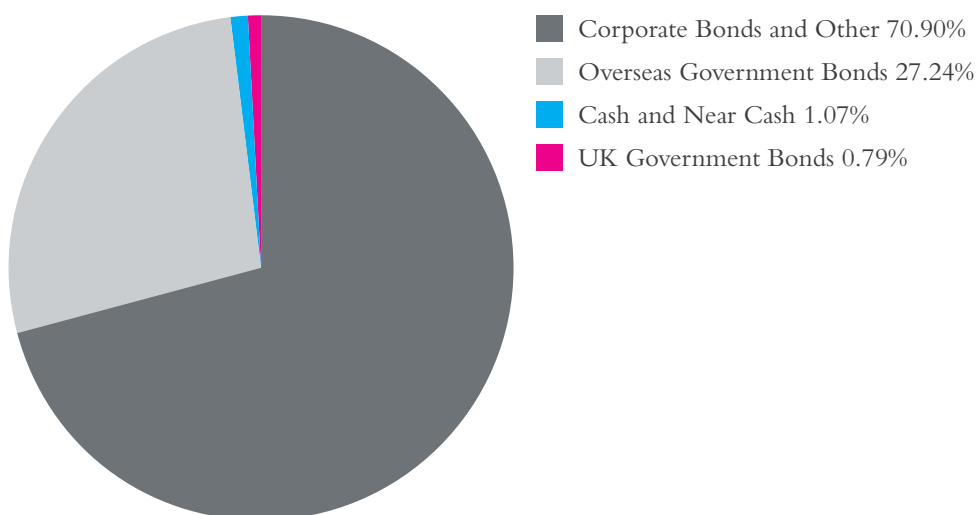
The return after charges has been calculated in accordance with the Statement of Recommended Practice for UK Authorised Funds' (SORP) prescribed calculation methodology. This is for financial statement reporting purposes only and may differ from the Fund's performance disclosed in the Report of the Investment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

** Operating charges comprise the Manager's annual management charge and other expenses, including VAT, but before taking account of rebates, as these only offset charges incurred within the underlying funds. The percentages above reflect these charges divided by average net assets for the period.

PORTFOLIO ANALYSIS

at 30 June 2025 (unaudited)

Portfolio Allocation



By term to maturity

Period	% Fund
0-5 years	68.35
5-10 years	24.98
10-15 years	1.72
Over 15 years	4.95
Duration (modified)	1.84
Average term to maturity (years)	8.31

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

PORTFOLIO STATEMENT

at 30 June 2025 (unaudited)

	Holding	Fair value £'000	% of total net assets
Government Bonds – 27.34% (31.12.2024 – 28.65%)			
UK Treasury 3.5% 2025	£1,200,000	1,197	0.57
US Treasury 0% 2025	\$15,400,000	11,170	5.31
US Treasury 5% 2025	\$61,746,000	45,091	21.46
Non-Government Bonds – 70.43% (31.12.2024 – 67.97%)			
AbbVie 4.55% 2035	\$1,500,000	1,063	0.51
ABN AMRO Bank 4.75% VRN Perpetual	€700,000	598	0.28
Aercap Ireland Capital 5.375% 2031	\$500,000	373	0.18
AIB Group 6% VRN Perpetual	€500,000	426	0.20
Air Lease 3.625% 2027	\$100,000	72	0.03
Air Lease 3.7% 2030	€900,000	786	0.37
Alcoa Nederland Holding 4.125% 2029	\$600,000	417	0.20
Allianz Finance II 0.5% 2031	€500,000	379	0.18
Ally Financial 4.7% VRN perpetual	\$220,000	144	0.07
Alpek SAB de CV 3.25% 2031	\$587,000	374	0.18
Alpha Bank 2.5% VRN 2028	€400,000	341	0.16
América Móvil 5% 2026	£1,000,000	1,004	0.48
American Express 5.625% VRN 2034	\$443,000	331	0.16
American Medical Systems Europe 1.875% 2034	€883,000	673	0.32
Anglo American Capital 2.625% 2030	\$247,000	163	0.08
Anglo American Capital 2.875% 2031	\$853,000	562	0.27
Apple 2.65% 2051	\$1,730,000	784	0.37
Aptiv 3.1% 2051	\$825,000	362	0.17
Arcelik 3% 2026	€850,000	725	0.35
ArcelorMittal 3.5% 2031	€100,000	85	0.04
Ardagh Metal Packaging Finance 3% 2029	€200,000	153	0.07
Ashland 3.375% 2031	\$570,000	371	0.18
ASML Holding 2.25% 2032	€700,000	580	0.28
Asmodee Group 5.75% 2029	€100,000	48	0.02
Assicurazioni Generali 1.713% 2032	€550,000	418	0.20
AstraZeneca 2.125% 2050	\$500,000	203	0.10
Auto ABS Italian Stella Loans FRN 2039	€578,000	428	0.20
Auto ABS Italian Stella Loans FRN 2039	€300,000	226	0.11
AutoFlorence 3 FRN 2046	€102,000	55	0.03
AutoFlorence 3 FRN 2046	€463,000	253	0.12
Autonoria Spain 2025-1 FRN 2043	€400,000	343	0.16

PORTFOLIO STATEMENT
at 30 June 2025 (unaudited)

	Holding	Fair value £'000	% of total net assets
Aviva 6.875% VRN Perpetual	£200,000	199	0.09
AXA 3.625% 2033	€500,000	443	0.21
AXA 6.375% VRN perpetual	€349,000	317	0.15
Ball Corporation 2.875% 2030	\$1,350,000	888	0.42
Banco 4.875% VRN 2030	€300,000	271	0.13
Banco 6.25% VRN Perpetual	€200,000	174	0.08
Banco BPM 2.875% VRN 2031	€100,000	85	0.04
Banco BPM 6% VRN 2028	€800,000	719	0.34
Banco BTG Pactual SACayman Island 5.75% 2030	\$500,000	365	0.17
Banco Mercantil del Norte 6.625% VRN Perpetual	\$400,000	271	0.13
Banco Santander 1.722% VRN 2027	\$400,000	282	0.13
Banco Santander 5% VRN 2034	€500,000	450	0.21
Banco Santander 6% VRN Perpetual	€400,000	344	0.16
Banco Santander SA 7% VRN Perpetual	€400,000	364	0.17
Bank of Cyprus 6.625% VRN 2031	€850,000	746	0.36
Bank of Ireland 1.375% VRN 2031	€775,000	654	0.31
Barclays 4.375% VRN Perpetual	\$200,000	136	0.06
Barclays 4.616% VRN 2037	€500,000	436	0.21
Barclays 8.5% VRN Perpetual	£494,000	514	0.24
Barclays Bank 3.75% VRN 2030	£500,000	497	0.24
Bath & Body Works 6.875% 2035	\$500,000	378	0.18
Bath & Body Works 7.6% 2037	\$73,000	54	0.03
BAWAG Group 4.125% VRN 2035	€800,000	683	0.33
BAWAG Group 6.75% VRN 2034	€700,000	657	0.31
Bharti Airtel 3.25% 2031	\$1,000,000	676	0.32
BM European Value Retail 6.5% 2031	£622,000	626	0.30
BNP Paribas 2% VRN 2031	£500,000	487	0.23
BNP Paribas 4.625% VRN Perpetual	\$200,000	130	0.06
British Telecommunications 4.875% VRN 2081	\$200,000	134	0.06
Caisse Nationale de Reassurance 0.75% 2028	€500,000	401	0.19
Caisse Nationale de Reassurance 6.5% VRN Perpetual	€300,000	266	0.13
CaixaBank 4.375% VRN 2036	€300,000	263	0.13
CaixaBank 5.875% VRN Perpetual	€600,000	533	0.25
CANPACK SA Eastern PA Land 2.375% 2027	€250,000	210	0.10
CCO Holdings 4.25% 2031	\$625,000	426	0.20
CCO Holdings 4.25% 2034	\$200,000	130	0.06
Cellnex Telecom 0.75% 2031	€1,800,000	1,374	0.65
Cemex 3.125% 2026	€600,000	513	0.24
Cemex 3.875% 2031	\$400,000	268	0.13

PORTFOLIO STATEMENT

at 30 June 2025 (unaudited)

	Holding	Fair value £'000	% of total net assets
Centene Corporation 2.5% 2031	\$150,000	94	0.04
Centene Corporation 2.625% 2031	\$1,500,000	938	0.45
CF Industries 4.5% 2026	\$450,000	329	0.16
CF Industries 4.95% 2043	\$625,000	406	0.19
Charter Communications Operating 6.15% 2026	\$500,000	372	0.18
Cigna Corp 2.375% 2031	\$1,000,000	649	0.31
Cisco Systems 2.5% 2026	\$1,500,000	1,075	0.51
Citigroup 4.125% 2028	\$300,000	217	0.10
Citigroup 5.15% 2026	£1,300,000	1,307	0.62
Clarios Global 4.75% 2031	€200,000	172	0.08
ClevelandCliffs 4.625% 2029	\$265,000	178	0.08
ClevelandCliffs 7.375% 2033	\$35,000	24	0.01
Clydesdale Acquisition Holdings 6.75% 2032	\$290,000	217	0.10
CNH Industrial 3.85% 2027	\$1,700,000	1,228	0.58
CNH Industrial Capital 5.1% 2029	\$178,000	133	0.06
Comcast Corporation 1.5% 2031	\$1,100,000	685	0.33
Commerzbank 1.375% VRN 2031	€900,000	752	0.36
Cooperatieve Rabobank 3.25% VRN Perpetual	€200,000	168	0.08
Cooperatieve Rabobank 4.875% VRN Perpetual	€400,000	342	0.16
Crown Americas 4.25% 2026	\$158,000	115	0.05
Crown European Holdings 2.875% 2026	€525,000	449	0.21
Crown European Holdings 4.5% 2030	€250,000	221	0.11
Crown European Holdings 4.75% 2029	€235,000	210	0.10
Dell International 4.35% 2030	\$1,170,000	847	0.40
Dell International 5.4% 2034	\$730,000	543	0.26
Deutsche Bank 4.5% VRN Perpetual	€200,000	167	0.08
Dow Chemical 1.875% 2040	€475,000	297	0.14
Dow Chemical 5.15% 2034	\$125,000	91	0.04
DS Smith 2.875% 2029	£971,000	902	0.43
Dutch Property Finance 2022-1 FRN 2059	€800,000	687	0.33
E-CARAT DE Lease 2025-1 FRN 2034	€1,300,000	1,114	0.53
Enel 1.875% VRN Perpetual	€200,000	152	0.07
Enel Finance International 0.875% 2034	€625,000	420	0.20
Engie 3.875% 2036	€200,000	173	0.08
Engie 5.625% 2034	\$600,000	451	0.21
Erste Group Bank 6.375% VRN Perpetual	€600,000	518	0.25
Eurofins Scientific 0.875% 2031	€800,000	583	0.28
Evonik Industries 3.25% 2030	€400,000	349	0.17
ExportImport Bank of India 2.25% 2031	\$400,000	257	0.12

PORTFOLIO STATEMENT

at 30 June 2025 (unaudited)

	Holding	Fair value £'000	% of total net assets
Falabella 3.375% 2032	\$550,000	350	0.17
FCT Noria 2021 FRN 2049	€500,000	105	0.05
First Citizens BancShares 5.8009%VRN Perpetual	\$605,000	456	0.22
Flora Food Management 6.875% 2029	€265,000	230	0.11
Ford Motor Credit 5.78% 2030	£758,000	754	0.36
Fresenius Medical Care 1.875% 2026	\$300,000	210	0.10
Fresenius Medical Care US Finance 2.375% 2031	\$925,000	583	0.28
Fresenius SE and Co KGaA 0.375% 2026	€800,000	668	0.32
GAMMA Sociedade de Titularizacao FRN 2034	€300,000	233	0.11
General Motors Financial 2.35% 2031	\$1,500,000	949	0.45
Gilead Sciences 2.6% 2040	\$725,000	379	0.18
GlaxoSmithKline Capital 1.625% 2035	£850,000	623	0.30
Golden Bar Securitisation FRN 2044	€200,000	172	0.08
Goldman Sachs 3.102%VRN 2033	\$500,000	329	0.16
Goodyear Europe 2.75% 2028	€200,000	166	0.08
Graphic Packaging International 3.75% 2030	\$226,000	155	0.07
Graphic Packaging International 1.512% 2026	\$125,000	89	0.04
Graphic Packaging International 2.625% 2029	€674,000	552	0.26
Greenko Power II 4.3% 2028	\$600,000	328	0.16
Gruenthal 4.625% 2031	€100,000	86	0.04
GUSAP III LP 4.25% 2030	\$600,000	424	0.20
HCA 2.375% 2031	\$1,525,000	969	0.46
HCA 3.5% 2051	\$400,000	193	0.09
Hermitage 2025 FRN 2033	£374,000	374	0.18
Hermitage FRN 2033	£717,000	471	0.22
Holcim Finance 5.4% 2035	\$374,000	277	0.13
Hops Hill No 2 FRN 2054	£443,000	450	0.21
HP 2.65% 2031	\$700,000	452	0.22
HP 3% 2027	\$1,650,000	1,175	0.56
HSBC Holdings 6.5%VRN Perpetual	\$600,000	441	0.21
HSBC Holdings 6.547%VRN 2034	\$500,000	387	0.18
Huntsman International 2.95% 2031	\$937,000	576	0.27
Huntsman International 4.5% 2029	\$650,000	450	0.21
Huntsman International 5.7% 2034	\$13,000	9	0.00
Iberdrola Finanzas 4.871%VRN Perpetual	€300,000	269	0.13
Iberdrola Finanzas 5.25% 2036	£400,000	394	0.19
Iliad 1.875% 2028	€600,000	497	0.24
Iliad 4.25% 2029	€100,000	87	0.04
Iliad 5.375% 2029	€100,000	90	0.04

PORTFOLIO STATEMENT

at 30 June 2025 (unaudited)

	Holding	Fair value £'000	% of total net assets
Iliad 5.375% 2031	€100,000	91	0.04
Infineon Technologies 2.875% 2030	€300,000	256	0.12
Informa 3.25% 2030	€943,000	804	0.38
Infrastrutture Wireless Italian 1.625% 2028	€970,000	795	0.38
Infrastrutture Wireless Italiane 1.75% 2031	€500,000	393	0.19
ING Groep 4.25% VRN Perpetual	\$260,000	159	0.08
International Consolidated Airlines 3.75% 2029	€300,000	263	0.13
Intesa Sanpaolo 2.925% 2030	€400,000	332	0.16
Intesa Sanpaolo Assicurazioni 4.217% 2035	€200,000	171	0.08
IQVIA 2.25% 2029	€1,500,000	1,230	0.59
Iron Mountain 4.5% 2031	\$603,000	419	0.20
Iron Mountain 5.25% 2030	\$164,000	118	0.06
Iron Mountain 6.25% 2033	\$133,000	100	0.05
J Sainsbury 5.125% 2030	£1,349,000	1,365	0.65
JPMorgan Chase 4.625% VRN Perpetual	\$300,000	220	0.11
KB Home 4% 2031	\$250,000	169	0.08
KB Home 4.8% 2029	\$250,000	178	0.09
Klabin Austria 3.2% 2031	\$500,000	325	0.16
Koninklijke 3.375% 2035	€500,000	417	0.20
Koninklijke 3.875% 2036	€1,400,000	1,202	0.57
La Banque Postale 3% VRN Perpetual	€600,000	462	0.22
Lanebrook Mortgage Transaction FRN 2058	£481,000	479	0.23
Levi Strauss 3.5% 2031	\$800,000	534	0.25
Liberty Mutual Group 4.3% 2061	\$500,000	221	0.11
LKQ 5.75% 2028	\$496,000	373	0.18
LKQ Corporation 6.25% 2033	\$350,000	270	0.13
LKQ Dutch Bond 4.125% 2031	€328,000	285	0.14
LKQ European Holdings 4.125% 2028	€100,000	86	0.04
Lloyds Banking Group 8.5% VRN perpetual	£600,000	631	0.30
Logicor Financing 1.5% 2026	€343,000	290	0.14
London Cards No 2 FRN 2034	£400,000	404	0.19
Lorca Telecom Bondco 4% 2027	€800,000	685	0.33
Macquarie Bank 3.052% VRN 2036	\$1,290,000	835	0.40
Macys Retail Holdings LLC 6.125% 2032	\$600,000	417	0.20
Marks Spencer 3.25% 2027	£1,300,000	1,261	0.60
Marks Spencer 3.75% 2026	£322,000	320	0.15
Medline Borrower LPMedline 6.25% 2029	\$75,000	56	0.03
Meritage Homes 3.875% 2029	\$830,000	584	0.28
Metropolitan Life Global Funding 0.625% 2027	£100,000	92	0.04

PORTFOLIO STATEMENT

at 30 June 2025 (unaudited)

	Holding	Fair value £'000	% of total net assets
Metropolitan Life Global Funding 2.95% 2030	\$650,000	444	0.21
Micron Technology 5.8% 2035	\$1,223,000	923	0.44
Millicom International Cellular 4.5% 2031	\$320,000	213	0.10
Millicom International Cellular 7.375% 2032	\$340,000	255	0.12
Molina Healthcare 6.25% 2033	\$266,000	198	0.09
Mondi Finance 1.625% 2026	€2,250,000	1,918	0.91
Mondi Finance 3.75% 2032	€590,000	512	0.24
Mondi Finance 3.75% 2033	€951,000	817	0.39
Morgan Stanley 5.297%VRN 2037	\$1,021,000	742	0.35
Morgan Stanley 5.831%VRN 2035	\$63,000	48	0.02
Mortimer BTL 2021-1 FRN 2053	£1,500,000	903	0.43
Mortimer BTL 2023-1 FRN 2056	£600,000	613	0.29
Mortimer BTL 2023-1 FRN 2056	£1,034,000	613	0.29
Mozart Debt Merger 3.875% 2029	\$300,000	210	0.10
Muenchener Rueckversicherun 5.875%VRN 2042	\$600,000	448	0.21
National Bank of Greece 5.875%VRN 2035	€300,000	274	0.13
National Grid 0.553% 2029	€800,000	620	0.30
NatWest Group 4.6%VRN Perpetual	\$200,000	128	0.06
NatWest Group 5.125%VRN Perpetual	£400,000	392	0.19
Nemak SAB de CV 3.625% 2031	\$463,000	280	0.13
Netflix 3.625% 2030	€2,187,000	1,937	0.92
Network i2i 3.975%VRN Perpetual	\$600,000	431	0.21
New Red Finance 5.625% 2029	\$110,000	81	0.04
Newday Funding FRN 2033	£577,000	577	0.27
Nexans 4.125% 2029	€1,300,000	1,141	0.54
Nexi SpA 0% 2028	€300,000	233	0.11
Nexi SpA 3.875% 2031	€100,000	86	0.04
Next 3.625% 2028	£1,050,000	1,026	0.49
NGG Finance 2.125%VRN 2082	€251,000	210	0.10
Nokia 4.375% 2031	€1,100,000	983	0.47
Nokia Oyj 6.625% 2039	\$220,000	166	0.08
Norsk Hydro 3.625% 2032	€775,000	666	0.32
Norsk Hydro 3.75% 2033	€380,000	324	0.15
Novelis Corporation 3.25% 2026	\$125,000	90	0.04
Novelis Corporation 3.875% 2031	\$400,000	262	0.13
Nutrien 2.95% 2030	\$1,250,000	849	0.40
NXP Funding 2.5% 2031	\$950,000	612	0.29
Ocado Group 10.5% 2029	£279,000	272	0.13
Ocado Group 11% 2030	£200,000	195	0.09

PORTFOLIO STATEMENT

at 30 June 2025 (unaudited)

	Holding	Fair value £'000	% of total net assets
OI European Group 4.75% 2030	\$400,000	281	0.13
Olympus Water US Holding Corporation 5.375% 2029	€400,000	313	0.15
OneMain Finance Corporation 3.875% 2028	\$200,000	140	0.07
Open Text Corporation 6.9% 2027	\$600,000	453	0.22
Optics Bidco 2.375% 2027	€200,000	167	0.08
Orbia Advance Corporation 2.875% 2031	\$200,000	123	0.06
Orbia Advance Corporation 6.8% 2030	\$783,000	584	0.28
Orsted 1.5% VRN 3021	€690,000	483	0.23
Orsted 2.125% 2027	£690,000	659	0.31
Owensbrockway Glass Container 7.375% 2032	\$200,000	149	0.07
PCL Funding VIII FRN 2028	£100,000	101	0.05
Pepper Iberia Consumer FRN 2033	€500,000	434	0.21
Phoenix Group Holdings 5.625% 2031	£700,000	690	0.33
Pony Compartment German Auto FRN 2032	€400,000	349	0.17
Pony SA Compartment German Auto FRN 2032	€500,000	434	0.21
Post Holdings 4.5% 2031	\$332,000	225	0.11
Post Holdings 6.375% 2033	\$18,000	13	0.01
ProGroup 5.375% 2031	€100,000	85	0.04
Prudential 2.95% VRN 2033	\$470,000	321	0.15
PVH 4.625% 2025	\$250,000	182	0.09
PVH Corporation 3.125% 2027	€433,000	373	0.18
PVH Corporation 5.5% 2030	\$618,000	454	0.22
QBE Insurance Group 2.5% VRN 2038	£250,000	230	0.11
Quikrete Holdings 6.75% 2033	\$134,000	101	0.05
Red & Black Auto Germany FRN 2031	€100,000	58	0.03
Red & Black Auto Germany FRN 2032	€700,000	483	0.23
Red & Black Auto Italy FRN 2034	€350,000	229	0.11
Red & Black Auto Italy FRN 2036	€400,000	344	0.16
Ren Finance 0.5% 2029	€300,000	234	0.11
Ren Finance 1.75% 2028	€675,000	563	0.27
Rexel 2.125% 2028	€300,000	249	0.12
Rothsay Life 3.375% 2026	£1,950,000	1,922	0.91
Rothsay Life 7.019% 2034	£550,000	573	0.27
Royal KPN 5% 2026	£161,000	162	0.08
Sally Holdings 6.75% 2032	\$438,000	328	0.16
Santander UK 5.75% 2026	£1,850,000	1,868	0.89
Sappi Papier Holding 7.5% 2032	\$75,000	57	0.03
SC Germany Compartment Leasing FRN 2032	€700,000	444	0.21
SC Germany SA Compartment Leasing FRN 2032	€700,000	440	0.21

PORTFOLIO STATEMENT

at 30 June 2025 (unaudited)

	Holding	Fair value £'000	% of total net assets
Schaeffler 4.5% 2030	€400,000	343	0.16
Seagate HDD Cayman 4.091% 2029	\$629,000	439	0.21
Seagate HDD Cayman 4.125% 2031	\$154,000	103	0.05
Sealed Air Corporation 4% 2027	\$1,280,000	912	0.43
Siemens Financieringsmaatschappij 1.7% 2028	\$2,500,000	1,718	0.82
SIG Combibloc PurchaseCo 3.75% 2030	€1,838,000	1,600	0.76
Silgan Holdings 2.25% 2028	€750,000	621	0.30
Sixt 3.25% 2030	€1,262,000	1,083	0.52
SK Hynix 1.5% 2026	\$500,000	359	0.17
SK Hynix 2.375% 2031	\$500,000	323	0.15
Smurfit Kappa Treasury 1% 2033	€1,350,000	953	0.45
Smurfit Kappa Treasury 1.50% 2027	€300,000	252	0.12
Societe Generale 3.375% VRN 2030	€700,000	603	0.29
Societe Generale 5.375% VRN Perpetual	\$426,000	284	0.14
Societe Generale 8.125% VRN Perpetual	\$650,000	484	0.23
Solvay 2.5% VRN Perpetual	€1,000,000	847	0.40
Sonoco Products 5% 2034	\$300,000	213	0.10
SPCM 3.375% 2030	\$600,000	404	0.19
SSE 4% VRN Perpetual	€639,000	552	0.26
Steel Dynamics 3.25% 2031	\$900,000	613	0.29
Stellantis Finance US 2.691% 2031	\$1,000,000	617	0.29
Stora Enso 7.25% 2036	\$300,000	231	0.11
Suez 1.25% 2035	€1,300,000	896	0.43
Summit Digital Infrastructure 2.875% 2031	\$1,400,000	902	0.43
Suzano Austria 3.125% 2032	\$1,000,000	643	0.31
Swiss RE Subordinated Finance 5.698% VRN 2035	\$200,000	147	0.07
TAGUS-Sociedade de Titularizacao FRN 2042	€100,000	86	0.04
Taylor Morrison Communities 5.125% 2030	\$850,000	618	0.29
TDC Net 5.186% 2029	€188,000	168	0.08
TDC Net 6.5% 2031	€700,000	664	0.32
Techem 4.625% 2032	€392,000	332	0.16
Telefonica Europe 2.376% VRN Perpetual	€400,000	321	0.15
Telenet Finance Luxembourg 5.5% 2028	\$600,000	433	0.21
Telia 0.125% 2030	€910,000	668	0.32
Tenet Healthcare Corporation 4.375% 2030	\$450,000	318	0.15
TenneT Holding 2.374% VRN perpetual	€300,000	257	0.12
Terna Rete Elettrica Nazionale SpA 1% 2028	€400,000	324	0.15
TerraForm Power Operating 4.75% 2030	\$800,000	559	0.27
Thermo Fisher Scientific 2% 2031	\$145,000	92	0.04

PORTFOLIO STATEMENT

at 30 June 2025 (unaudited)

	Holding	Fair value £'000	% of total net assets
TMobile USA 2.25% 2031	\$2,300,000	1,455	0.69
Turk Telekomunikasyon 7.375% 2029	\$300,000	223	0.11
UBS Group 4.375% VRN perpetual	\$550,000	355	0.17
UBS Group 7.125% VRN Perpetual	\$200,000	145	0.07
UniCredit 2.731% VRN 2032	€625,000	531	0.25
Unilever 1.5% 2026	£1,325,000	1,288	0.61
UnipolSai Assicurazioni 3.875% 2028	€625,000	548	0.26
UPC Broadband Finco 4.875% 2031	\$600,000	414	0.20
Valeo 4.5% 2030	€100,000	85	0.04
Verallia 1.875% 2031	€800,000	678	0.32
Verbund 0.9% 2041	€100,000	56	0.03
VF 0.625% 2032	€900,000	540	0.26
Virgin Media O2 Vendor Financing 7.875% 2032	£253,000	258	0.12
Virgin Media Secured Finance 4.25% 2030	£200,000	183	0.09
Vmed O2 UK Financing 4.5% 2031	£635,000	568	0.27
VMware 1.4% 2026	\$1,550,000	1,094	0.52
VZ Secured Financing 5% 2032	\$495,000	321	0.15
Western Digital 3.1% 2032	\$810,000	523	0.25
Western Digital Corporation 4.75% 2026	\$89,000	65	0.03
Whirlpool Corporation 6.5% 2033	\$301,000	220	0.11
Wizz Air Finance 1% 2026	€150,000	127	0.06
WPAP Telecom 3.75% 2029	€200,000	169	0.08
XPLR Infrastructure 8.625% 2033	\$272,000	213	0.10
ZF Europe Finance 4.75% 2029	€300,000	242	0.12
ZF Europe Finance 7% 2030	€200,000	172	0.08
ZF Finance 2.25% 2028	€200,000	155	0.07
Zurich Finance Ireland Designat 3% VRN 2051	\$1,200,000	773	0.37

Derivatives – 0.46% (31.12.2024 – 0.37%)

Credit Default Swaps^ – 0.25%(31.12.2024 – 0.52%)

Morgan Stanley 1% 20/12/2025	2,600,000	7	–
Morgan Stanley 1% 20/12/2025	3,250,000	9	0.01
Morgan Stanley 1% 20/06/2028	980,000	17	0.01
Morgan Stanley 5% 20/06/2030	850,000	141	0.07
Morgan Stanley 5% 20/06/2030	220,000	36	0.02
Morgan Stanley 5% 20/06/2030	430,000	21	0.01
Morgan Stanley 5% 20/06/2030	800,000	79	0.04
Morgan Stanley 1% 20/06/2030	380,000	(21)	(0.01)

PORTFOLIO STATEMENT

at 30 June 2025 (unaudited)

	Holding	Fair value £'000	% of total net assets
Morgan Stanley 5% 20/06/2030	180,000	15	0.01
Morgan Stanley 1% 20/06/2030	350,000	(20)	(0.01)
Morgan Stanley 5% 20/06/2030	180,000	27	0.01
Morgan Stanley 1% 20/06/2028	350,000	2	—
Morgan Stanley 5% 20/06/2030	200,000	19	0.01
Morgan Stanley 1% 20/06/2030	250,000	(12)	(0.01)
Morgan Stanley 1% 20/06/2030	5,060,000	81	0.04
Morgan Stanley 5% 20/06/2030	550,000	30	0.01
Morgan Stanley 1% 20/06/2028	1,650,000	23	0.01
Morgan Stanley 1% 20/06/2030	250,000	(2)	—
Morgan Stanley 1% 20/06/2028	2,550,000	45	0.02
Morgan Stanley 5% 20/06/2030	280,000	9	0.01
Futures – (0.17%) (31.12.2024 – 0.27%)			
CBT US 5 Years Note (CBT) September 2025	89	78	0.04
CBT US 10 Years Note (CBT) September 2025	(239)	(350)	(0.17)
CBT US Ultra Bond CBT September 2025	(35)	(130)	(0.06)
EUX Euro-Bund Future September 2025	(77)	46	0.02
Options – 0.02% (31.12.2024 – 0.06%)			
CDX.NA.HY.44 (5Y) Default 20/06/2030			
MLILUK 102	14,000,000	3	—
iTraxx Europe 43 (5Y) Default 20/06/2030			
GSILUK 0.7	55,000,000	4	—
iTraxx Europe Crossover 43 (5Y) Default 20/06/2030			
GSILUK 3.75	8,400,000	1	—
iTraxx Europe Crossover 43 (5Y) Default 20/06/2030			
MLILUK 3.25	17,300,000	82	0.04
iTraxx Europe Crossover 43 (5Y) Default 20/06/2030			
MLILUK 3.75	(17,300,000)	(42)	(0.02)
iTraxx Europe Crossover 43 (5Y) Default 20/06/2030			
MSLNUK 5.5	20,000,000	1	—
Forward Foreign Exchange Contracts^ – 0.36% (31.12.2024 – (0.48%))			
GBP Forward Currency Contract 17/09/2025	GBP 63,662,692		
EUR Forward Currency Contract 17/09/2025	(EUR 74,300,000)	(282)	(0.13)
GBP Forward Currency Contract 17/09/2025	GBP 114,808,197		
USD Forward Currency Contract 17/09/2025	(USD 156,000,000)	1,026	0.48

PORTFOLIO STATEMENT

at 30 June 2025 (unaudited)

	Holding	Fair value £'000	% of total net assets
GBP Forward Currency Contract 17/09/2025	GBP 4,052,990		
USD Forward Currency Contract 17/09/2025	(USD 5,500,000)	41	0.02
GBP Forward Currency Contract 17/09/2025	GBP 515,835		
USD Forward Currency Contract 17/09/2025	(USD 700,000)	5	—
EUR Forward Currency Contract 17/09/2025	EUR 100,000		
GBP Forward Currency Contract 17/09/2025	(GBP 85,964)	—	—
USD Forward Currency Contract 17/09/2025	USD 1,600,000		
GBP Forward Currency Contract 17/09/2025	(GBP 1,194,248)	(27)	(0.01)
GBP Forward Currency Contract 17/09/2025	GBP 1,118,400		
EUR Forward Currency Contract 17/09/2025	(EUR 1,300,000)	—	—
GBP Forward Currency Contract 17/09/2025	GBP 583,334		
USD Forward Currency Contract 17/09/2025	(USD 800,000)	—	—
INVESTMENT ASSETS		206,423	98.23
NET OTHER ASSETS		3,710	1.77
TOTAL NET ASSETS		210,133	100.00

All investments, except Credit Default Swaps and Forward Foreign Exchange Contracts, are listed on recognised stock exchanges or traded on or under the rules of an eligible securities market.

^ Unlisted

The counterparty for the Credit Default Swaps is Morgan Stanley.

The counterparties for the Options Contracts are Goldman Sachs, Merrill Lynch and Morgan Stanley.

The counterparty for the Futures Contracts is Morgan Stanley.

The counterparty for the Forward Foreign Exchange Contracts are RBC London, Lloyds Bank and Northern Trust.

STATEMENT OF TOTAL RETURN

for the half year ended 30 June 2025 (unaudited)

	Period ended 30.06.2025		Period ended 30.06.2024	
	£'000	£'000	£'000	£'000
Income				
Net capital gains/(losses)		1,608		(427)
Revenue	5,299		5,441	
Expenses	(307)		(306)	
Net revenue before taxation	4,992		5,135	
Taxation	(7)		(8)	
Net revenue after taxation		4,985		5,127
Total return before distributions		6,593		4,700
Distributions		(4,091)		(2,675)
Change in net assets attributable to Unitholders from investment activities		2,502		2,025

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the half year ended 30 June 2025 (unaudited)

	Period ended 30.06.2025		Period ended 30.06.2024	
	£'000	£'000	£'000	£'000
Opening net assets attributable to Unitholders		209,234		196,677
Amounts receivable on issue of Units	2,022		8,008	
Amounts payable on cancellation of Units	(3,979)		(1,581)	
		(1,957)		6,427
Change in net assets attributable to Unitholders from investment activities		2,502		2,025
Retained distributions on Accumulation Units		354		240
Closing net assets attributable to Unitholders		210,133		205,369

The note on pages 31 to 32 and the distribution tables on page 33 form part of these financial statements.

The above statement shows the comparative closing net assets at 30 June 2024, whereas the opening net assets for the current accounting period commenced on 1 January 2025.

BALANCE SHEET

at 30 June 2025 (unaudited)

	30.06.2025		31.12.2024	
	£'000	£'000	£'000	£'000
ASSETS				
Fixed assets:				
Investments		207,309		204,562
Current assets:				
Debtors	2,737		2,211	
Cash and bank balances	6,433		7,327	
Total current assets		9,170		9,538
Total assets		216,479		214,100
LIABILITIES				
Investment liabilities		886		1,634
Creditors:				
Other creditors	1,787		75	
Bank overdraft	1,671		1,553	
Distribution payable on Income Units	2,002		1,604	
Total creditors		5,460		3,232
Total liabilities		6,346		4,866
Net assets attributable to Unitholders		210,133		209,234

The financial statements on pages 29 to 33 have been approved by the Board.

Approved on behalf of the Board
30 September 2025

N Morecroft, Chair

The note on pages 31 to 32 and the distribution tables on page 33 form part of these financial statements.

NOTE TO THE FINANCIAL STATEMENTS
for the half year ended 30 June 2025 (unaudited)

1. Accounting policies

Basis of preparation

The financial statements have been prepared on a basis other than that of a going concern, as a result of the COIF Board's decision to wind up the Fund. This basis includes, where applicable, writing the Fund's assets down to net realisable value. No provision has been made for the future cost of terminating the Fund unless such costs were committed at the reporting date. Further, appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates, have been used in the preparation of these financial statements and applicable accounting standards have been followed.

The financial statements have been prepared in compliance with United Kingdom Generally Accepted Accounting Practice including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice), the Charities Act 2011, and Alternative Investment Fund Managers Directive (AIFMD). The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments.

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.

The COIF Board, in conjunction with the Manager, have been considering the advantages and disadvantages of moving from a Common Investment Fund (CIF), the current arrangement as explained on Page 3 of this Interim Report, to a Charities Authorised Investment Fund (CAIF), a new investment vehicle which has specifically been designed by the FCA for the charity sector, to which the assets and liabilities of this entity could be transferred. The Board notes in this regard that many fund managers operating in the UK Charities sector have already made this change.

A formal decision has been made by the Board to transition existing assets from a CIF to a CAIF and this has been communicated to unitholders. The transition is expected to happen in 2026. On completion of the transfer, the COIF Short Duration Bond Fund would cease operations and be wound up, with the investors' existing holdings in the existing CIF being replaced with their equivalent in the new CAIF. The Board therefore concluded that the COIF Charities Short Duration Bond Fund's financial statements are to be prepared on a basis other than that of a going concern.

NOTE TO THE FINANCIAL STATEMENTS
for the half year ended 30 June 2025 (unaudited)

1. Accounting policies (*continued*)

Basis of preparation (continued)

The Board would like to stress that any costs associated with a transition are expected to be rigorously contained and that the Board will work with the Manager to ensure this occurs in practice.

Unless otherwise stated, all other accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2024 and are described in those financial statements.

DISTRIBUTION TABLES

for the half year ended 30 June 2025 (unaudited)

Period ended	Date payable/paid		Dividends payable/paid pence per Unit	
	2025	2024	2025	2024
Income Units				
31 March	30 May	31 May	1.15	0.77
30 June	29 August	31 August	1.33	0.89
			2.48	1.66

Period ended	Revenue accumulated pence per Unit	
	2025	2024
Accumulation Units		
31 March	8.43	5.49
30 June	9.88	6.40
	18.31	11.89

STATEMENT OF BOARD, TRUSTEE, DEPOSITARY AND MANAGER RESPONSIBILITIES

Responsibilities of the Board

The Board shall comply with the duty of care when exercising its powers and discharging its duties under the Scheme, as follows:

- making and revising the written statement of the investment objectives of the Fund and ensuring that details of such investment objectives will be included in the Scheme Particulars;
- determining the criteria and methods for evaluating the performance of the Fund;
- granting prior written approval to the Manager should the Manager wish to enter into certain types of investment or a specific course of borrowing on behalf of the Fund;
- appointing the Auditor of the Fund and agreeing their terms of engagement;
- making an annual report on the discharge of the Board's responsibilities;
- determining the rate of remuneration of the Trustee and the Manager in accordance with the Scheme and the Scheme Particulars;
- applying to the Charity Commission for an order to discharge the Trustee from the provisions of the Scheme and an order to appoint a new Trustee of the provisions of the Scheme;

- making representations to the Trustee on the winding up of the Fund: provided that any Board member who has any interests in the Trustee or the Manager shall not participate in the Board's discussions and decisions on the matter and shall not be counted in the quorum necessary for the transaction of such business; and
- informing the Charity Commission promptly and in writing if the Board is not satisfied at any time as to the compliance of the Trustee or the Manager with the Scheme or the Scheme Particulars.

Under the Alternative Investment Fund Managers Directive ("AIFMD"), the Board has certain additional responsibilities including:

- the duty to inform the Financial Conduct Authority promptly and in writing if the Board is not satisfied with the compliance of the Trustee or the Manager with the applicable provisions of AIFMD; and
- the direct power (without reference to the Charity Commission) to require the removal of the Manager and/or the Trustee where it considers for good and sufficient reason that a change of Manager or Trustee is in the interests of the Participating Charities.

STATEMENT OF BOARD, TRUSTEE, DEPOSITARY AND MANAGER RESPONSIBILITIES

Responsibilities of the Trustee

The Trustee shall be responsible for those aspects of the administration and management of the Fund and its property which are specified in the Scheme. The Trustee shall comply with the duty of care when exercising its powers and discharging its duties. The following are the duties and powers of the Trustee:

- the supervision and oversight of the Manager's compliance with the Scheme and the Scheme Particulars. In particular, the Trustee shall be satisfied that the Manager is competently exercising its powers and discharging its duties under the Scheme, and that the Manager is maintaining adequate and proper records;
- the appointment, supervision and oversight of any Registrar or other delegate which it has appointed in accordance with the Scheme;
- the custody and control of the property of the Fund and the collection of all income due to the Fund;
- the creation and cancellation of Units as instructed by the Manager (except where the Scheme Particulars permit the Trustee to disregard those instructions);
- making distributions or allocations to Participating Charities in proportion to their respective Units in the property of the Fund;

- the making of an annual report on the discharge of its responsibilities for the management of the Fund; and

- winding up the Fund.

The Trustee shall take all steps and execute all documents as are necessary to ensure that instructions given to it by the Manager are carried out as to the exercise of rights (including voting rights) attached to the ownership of property of the Fund and that the purchases and sales of investments for or of the Fund are properly completed.

The Trustee shall maintain such records as are necessary to enable it to comply with the Scheme and with section 130 of the Charities Act 2011 and to demonstrate that such compliance has been achieved.

STATEMENT OF BOARD, TRUSTEE, DEPOSITARY AND MANAGER RESPONSIBILITIES

Responsibilities of the Depositary

The Depositary must ensure that the Fund is managed in accordance with the Financial Conduct Authority's Investment Funds Sourcebook, ("the Sourcebook"), the Alternative Investment Fund Managers Directive ("AIFMD") (together "the Regulations") and the Fund's Scheme Particulars.

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

The Depositary is responsible for the safekeeping of the assets of the Fund in accordance with the Regulations.

The Depositary must ensure that:

- the Fund's cash flows are properly monitored and that cash of the Fund is booked into the 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 assets under management and the net asset value per Unit of the Fund are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Fund's assets is remitted to the Fund within the usual time limits;

- that the Fund'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 the Fund is managed in accordance with the Scheme Particulars in relation to the investment and borrowing powers applicable to the Fund.

STATEMENT OF BOARD, TRUSTEE, DEPOSITARY AND MANAGER RESPONSIBILITIES

Responsibilities of the Manager

The Manager shall be responsible for those aspects of the administration and management of the Fund and its property which are specified in the Scheme. The Manager shall comply with the duty of care when exercising its powers and discharging its duties under the Scheme. The following are the duties and powers of the Manager:

- instructing the Trustee with respect to the creation and cancellation of Units;
- managing the investments of the Fund in conformity with the investment objectives made by the Board;
- ensuring that regular valuations of the property of the Fund are carried out and to ensure that the Units are correctly priced;
- the creation and revision of the Scheme Particulars;
- maintenance of a daily record of Units purchased or sold on behalf of the Trustee;
- the creation of all records in respect of the Fund, available for inspection by the Trustee;
- the preparation of reports and accounts in respect of every accounting period; and
- the supervision and oversight of any appointed delegate.

The Manager of the Fund is required by the Scheme to:

- prepare and submit to the Charity Commission a statement of accounts and annual report complying with the requirements of the Charities Act 2011 and the Charities (Accounts and Reports) Regulations 2008, as amended or replaced from time to time; and
- prepare and submit to the Charity Commission a half-yearly report and accounts for the Fund made up to the date of the interim balance sheet.

The Manager is required to:

- select suitable accounting policies that are appropriate for the Fund and apply them on a consistent basis;
- comply with the disclosure requirements of FRS 102;
- follow generally accepted accounting principles and applicable accounting standards;
- keep proper accounting records which enable the Manager to demonstrate that the Financial Statements as prepared comply with the above requirements;

STATEMENT OF BOARD, TRUSTEE, DEPOSITARY AND MANAGER RESPONSIBILITIES

- make judgments and estimates that are reasonable and prudent; and
- prepare the Financial Statements on the basis that the Fund will continue in operation unless it is inappropriate to presume this.

The Trustee has appointed the Manager to act as Registrar to the Fund.

Under AIFMD, the Manager has certain additional responsibilities including, ensuring compliance with the applicable provisions of AIFMD and that any delegation by the Manager is in accordance with AIFMD.

Should the Manager wish to retire, the Manager can only be discharged from its duties under the Scheme following the appointment of a replacement Manager who is eligible under AIFMD to act as Manager of the Fund.

(Charity Registration No. 803610)

DIRECTORY

Board

N Morecroft, ASIP (Chair)
K Corrigan, FCCA
J Hobart, MA
C Ong, MBA (retired 31 July 2024)
A Richmond MA (Hons) ASIP
K Shenton
S Wiltshire

Manager, Alternative Investment Fund Manager (AIFM), and Registrar
CCLA Fund Managers Limited

Investment Manager

CCLA Investment Management Limited
Both CCLA Fund Managers Limited and CCLA Investment Management Limited are authorised and regulated by the Financial Conduct Authority
Registered Office Address:
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Client Service:
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Transfer Agent

FNZ TA Services Limited
7th Floor, 2 Redman Place
London
E20 1JQ

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 & Distribution)

Non-Executive Directors of the Manager

J Bailie (Chair)
N Mcleod-Clarke
R Fuller

Fund Manager

CCLA Investment Management Limited

Company Secretary

M Mochalska
J Fox (retired)

Chief Risk Officer

J-P Lim

Head of Sustainability

J Corah

Third Party Advisors

Custodian, Trustee and Depositary

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

Banker

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

Independent Auditor

Deloitte LLP
110 Queen Street
Glasgow
G1 3BX

ABOUT CCLA

Founded in 1958, CCLA is the largest fund manager for charities in the UK based on the number of charities invested with us. 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 means we must provide a supportive and stable environment for our staff, and deliver trusted, responsibly managed products and services to our clients, irrespective of their size.



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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).

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