

COIF Charities Short Duration Bond Fund

Fund fact sheet – 30 September 2023

Investment objective and policy

The fund aims to generate a total return (income plus capital growth) of cash (represented by the Sterling Overnight Index Average) plus 1.75% per year (after fees and expenses are deducted), when 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 will be managed to ensure its 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 may invest in instruments that are either investment grade or non-investment grade (up to a maximum of 20% of the fund) as rated by at least one of the following: S&P Global Ratings, Fitch Rating Services, Moody's Investors Service. For more details of the restrictions that apply to the fund, please see the scheme particulars. 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 is managed in line with the manager's ethical investment exclusions policy, which you can read in the policies and reports section on our website.

Target investors

The fund is designed for charities who want to invest for at least 3 years and who are looking for a return that is better than holding cash.

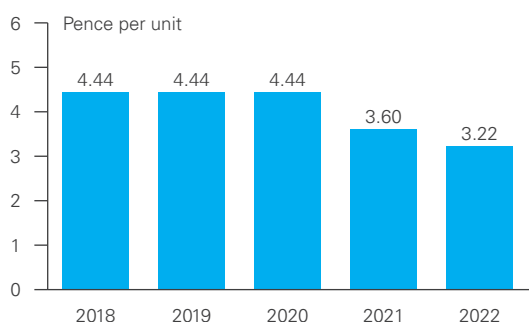
Who can invest?

Any charitable organisation, as defined in the Charities Act 2011, can invest in the fund, provided that its powers permit.

Income

Forecast gross dividend yield (see note 1) 2.36%
 Current gross redemption yield (see note 2) 5.85%

Past distributions



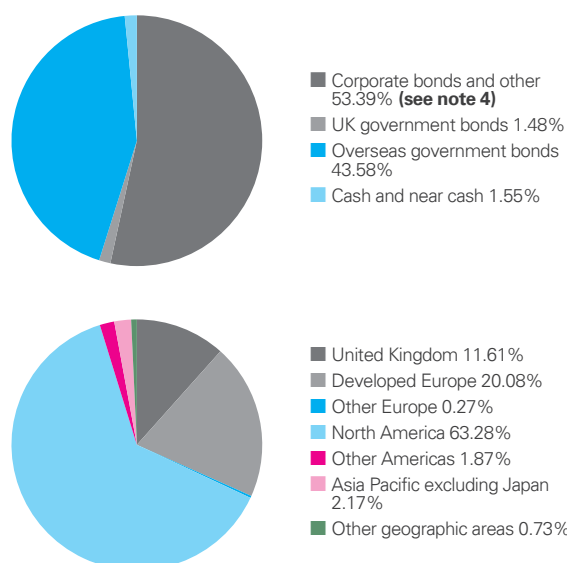
Fund update

A sizeable proportion of the portfolio is held in US government bonds which are delivering yields that have risen significantly over the last two years while helping to contain overall portfolio risk. However the balance has continued to shift towards carefully selected individual corporate bonds, where the emphasis is on high quality businesses whose progress is not dependent on wider economic growth. Elsewhere, the weighting to UK mortgage-backed instruments was reduced, recognising that the strong returns recently enjoyed from these investments were becoming less assured as the risk of financial stress among the underlying mortgage borrowers begins to rise.

Total return from 30/09/13 (see note 3)



Allocation of assets and bonds by region at 30/09/23



Note 1: Based on the fund's net asset value and an estimated annual dividend for 2023 of 2.80 pence per unit.

Note 2: The gross redemption yield indicates what the total annualised return would be if the fund's investments were held until they mature.

Note 3: Source: CCLA – Performance shown after management fees and other expenses, with the gross income reinvested. Past performance is not a reliable indicator of future results.

Note 4: Includes investments in derivatives.

Total return performance by year

12 months to 30 September	2019	2020	2021	2022	2023
COIF Charities Short Duration Bond Fund	+8.96%	+3.26%	-3.00%	-12.84%	+7.52%
Target benchmark	+12.16%	+3.88%	-3.78%	-10.44%	+5.81%

Annualised total return performance

Performance to 30 September 2023	1 year	3 years	5 years
COIF Charities Short Duration Bond Fund	+7.52%	-3.13%	+0.45%
Target benchmark	+5.81%	-3.03%	+1.22%

Performance shown after management fees and other expenses, with the gross income reinvested. From 27 July 2022, the target benchmark is the Sterling Overnight Index Average plus 1.75% a year. Before 27 July 2022, the target benchmark was 50% Markit iBoxx £ Gilts Index and 50% Markit iBoxx £ Non Gilts Index. **Past performance is not a reliable indicator of future results. The fund's investment objective, investment policy and target benchmark changed from 27 July 2022. This means that performance before then was achieved under circumstances that no longer apply.** Source: CCLA

Portfolio breakdown at 30 September 2023

By credit rating

Rating category	% fund
AAA	43.03%
AA	4.58%
A	8.87%
BBB	37.50%
Non-investment grade	5.45%
Not rated	0.57%
Number of issues	265

By term to maturity

Period	% fund
0 to 5 years	65.62%
5 to 10 years	25.72%
10 to 15 years	1.77%
Over 15 years	6.89%
Duration (years)	2.25
Average term to maturity (years)	9.97
Fund size	£188.02m

Key facts

Manager	CCLA Fund Managers Limited	
Investment manager	CCLA Investment Management Limited	
Sub-investment manager	Hermes Investment Management Limited	
Price	Income units 118.53 pence	Accumulation units 872.01 pence
Launch date	April 1990	
Unit types	Income and accumulation	
Minimum initial investment	£1,000	
Minimum subsequent investment	No minimum	
Dealing day	Each business day (see note 5)	
SEDOL	0187787 (income units), 0187873 (accumulation units)	
ISIN	GB0001877876 (income units), GB0001878734 (accumulation units)	
Dividend payment dates	Last business day of February, May, August, and November	
Annual management charge (taken from income)	0.22%	
Fund management fee (FMF)	0.29% (see note 6)	
PRIPs other ongoing costs	0.29% (see note 7)	

Note 5: Dealing instructions must be received by 11:59am on a dealing day.

Note 6: The FMF includes the annual management charge and other costs and expenses of operating and administering the fund, such as depositary, custody, audit, and regulatory fees.

Note 7: The packaged retail and insurance-based investment products (PRIPs) other ongoing costs include the FMF and, where relevant, synthetic charges. Synthetic charges are the effect that costs suffered as a result of investment in relevant underlying funds or similar investments have on the fund. The PRIPs other ongoing costs do not include transaction costs. For more information on costs, including transaction costs, please see the fund's key information document.

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