COIF CHARITIES SHORT DURATION BOND FUND

ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 December 2025

CCLA

CONTENTS

Report of the Board	03
Report of the Investment Manager*	09
Report of the Depositary	16
Independent Auditor's Report	17
Summary risk indicator	21
Comparative table	22
Operating charges analysis	24
Portfolio analysis	25
Portfolio statement*	26
Statement of total return**	38
Statement of change in net assets attributable to Unitholders**	38
Balance sheet**	39
Notes to the financial statements**	40
Distribution tables**	57
Statement of Board, Trustee, Depositary and Manager responsibilities	58
AIFMD disclosures	63
Directory*	64

*Collectively, these comprise the 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 BOARD
for the year ended 31 December 2025

On behalf of the Board, I have pleasure in presenting the Annual Report and Audited 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 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, 20 November 2023 and 23 October 2025 (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.

CCLA Investment Management Limited (the "Investment Manager") has been appointed by the Manager to provide portfolio management, administrative and secretarial services to the Fund under the Investment Management Agreement.

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

The Board, established under the Scheme, comprises individuals with a broad range of experience across finance, investments and the charity sector. The Board appoints the Manager, which is responsible for the Fund's day-to-day management, including investment management and administration. As the Board does not undertake regulated activities, its members are not required to be approved by the Financial Conduct Authority.

Board oversight and governance
During the period under review, the Board maintained oversight of the Manager through regular reporting on investment performance, risk, operations and service delivery. The Board met regularly to review the progress of the Fund and to engage with the Manager and senior management.

REPORT OF THE BOARD
for the year ended 31 December 2025

In doing so, the Board exercised its responsibilities in relation to reviewing the investment policy, monitoring performance and overseeing the Manager and its risk management framework. The Board also took assurance from the Depositary's independent oversight of the Manager and the safeguarding of the Fund's assets.

The Board focused in particular on: Investment performance and the drivers of relative underperformance; Service delivery and operational resilience, including issues relating to the transfer agent (FNZ TA Services Limited); and Strategic developments, including potential transition to a CAIF and implications of the Jupiter transaction.

In relation to the transfer agency issues, the Board sought assurance on root causes, remediation actions and strengthened controls, and continues to monitor service performance closely.

Acquisition by Jupiter Fund Management
On 2 February 2026, CCLA Investment Management Limited was acquired by the Jupiter Group (a UK based active investment manager). The Board considered the implications for the Fund, including the impact of the change of ownership on governance arrangements, investment philosophy and ongoing service provision. In its discussions, the Board noted the potential benefits associated with the transaction, including broader investment capability, enhanced operational infrastructure, access to greater financial resources, and the stated commitment of Jupiter's senior leadership to the charity client base. The Board will continue to monitor the implications of the acquisition for the Fund and its unitholders.

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.

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,

REPORT OF THE BOARD
for the year ended 31 December 2025

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.
- 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.

REPORT OF THE BOARD
for the year ended 31 December 2025

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 reviewed the investment performance of the Fund throughout the year and considered the Fund's returns relative to its comparator and target benchmarks. The Board noted that performance was disappointing in relative terms compared with the Fund's comparator benchmark (a composite of market indices) during the year, and discussed this in detail with the Investment Manager and senior management. In its review, the Board considered the factors affecting performance during the period and sought assurance from the Investment Manager regarding the continued appropriateness of the Fund's investment approach and its alignment with the Fund's long-term objectives. The Board also noted that, notwithstanding short-term underperformance, the Fund's long-term performance over ten years remains acceptable in both absolute and in relative terms compared with the Fund's comparator benchmark (a composite of market indices) during the year. The Board will continue to monitor performance closely and to hold the Investment Manager to account against the agreed investment objectives. Further detail on investment performance and market conditions is set out in the Report of the Investment Manager.

REPORT OF THE BOARD
for the year ended 31 December 2025

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 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.

During 2025, the Board was informed that the transfer agency arrangements with FNZ TA Services Limited (FNZ) did not meet the Manager's expected service standards and resulted in service disruptions for some clients. The Board sought assurance from the Manager regarding the root causes of these issues, the remedial actions taken, and the controls introduced to prevent recurrence. The Board received regular updates from the Manager on service performance, remediation progress and client communications, and continues to monitor service delivery closely. The Board notes that operational performance and reporting standards have improved and will remain under ongoing review as part of the Board's oversight of the Manager's performance.

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 Annual Report, to a Charities Authorised Investment Fund (CAIF), a new investment vehicle which has specifically been designed by the Financial Conduct Authority (FCA), the UK's industry regulator, 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 will be made by the Board to transition the existing assets from a CIF to a CAIF. Following this decision, further details will be communicated to unitholders. The transition was originally expected to take place in 2026; however, this is now anticipated to occur in early 2027. The revised timetable reflects the need to accommodate the necessary integration activities associated with the combination of CCLA and Jupiter. On completion of the transition, the COIF Charities Short Duration Fund will cease operations and be wound up. Investors' existing holdings in the current CIF will be replaced with equivalent holdings in the new CAIF. In light of this planned cessation, the Board has concluded that the financial statements of the

REPORT OF THE BOARD
for the year ended 31 December 2025

COIF Charities Short Duration Fund should be prepared on a basis other than going concern. The use of a basis other than going concern reflects the anticipated transition of the Fund to a successor CAIF structure and subsequent wind-up of the existing vehicle. It does not reflect any concerns regarding the Fund's financial stability.

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.

K Shenton
Chair
9 June 2026

REPORT OF THE INVESTMENT MANAGER
for the year ended 31 December 2025

Strategy
The Fund aims to generate a total return (income plus capital growth) of cash, represented by 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. These instruments can be issued by companies (in which case they are known as corporate bonds) or governments. In addition to bonds, they can include 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.

Annualised total capital and income return

To 31 December 2025	1 year %	5 years % p.a.	10 years % p.a.
Performance against benchmark (after expenses)			
COIF Charities Short Duration Bond Fund			
Income Units*	**5.92**	**0.84**	**2.92**
Accumulation Units*	**5.92**	**0.85**	**2.93**
Target Benchmark#	6.00	0.64	3.24
Consumer Price Index (CPI)	3.32	5.11	3.40

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%. To 31.12.12 BarCap £ Gilt 80% & £ Agg 100mm Non Gilt 20%.
* NAV to NAV plus income re-invested.
Source: CCLA, Bloomberg & HSBC.

REPORT OF THE INVESTMENT MANAGER
for the year ended 31 December 2025

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 31 December 2025, approximately 74% of the Fund's portfolio was in corporate bonds, predominantly rated investment grade but with a smaller allocation to non-investment grade bonds, while 23% 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.

As of 31 December 2025, the Fund's modified duration, a measure of its exposure to interest rate risk, was 1.84 years. The weighted average gross redemption yield (yield to maturity) of the securities in the Fund was 4.74%. This 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.

Performance
Over the 12 months under review, the Fund returned 5.92%, net of expenses, compared with its target benchmark's return of 6.00%.

During the year under review, UK bonds and those of Western European issuers were the main contributors to the Fund's returns. By industry segment, bonds of banks (Banco Santander, Société Générale), paper and packaging producers (Mondi, Sig Group) and investment managers (BAWAG, Rothesay) were the main contributors to the Fund's returns.

US bonds, especially US Treasuries, were the main detractor from the fund's performance, as US inflation remained above target and higher budget deficits were expected to add to the US government's debt. In addition, emerging-market bonds detracted from returns, led by Indian multinational telecoms provider Bharti Airtel, as did the bonds of several technology companies (NXP Semiconductors, Cisco, Broadcom, Apple).

The weaker US dollar over the year didn't detract from the Fund's returns in pounds sterling, as we used currency hedges to neutralise this effect.

By credit rating, bonds of BBB-rated issuers were the main contributor to the fund's returns. AA-rated bonds, led by US Treasuries, were the main detractor from returns.

Market review
During the year under review, inflation continued to trend above target in most countries, but central banks cut interest rates nonetheless. Despite these rate cuts, however, yields on long-dated government bonds rose, or fell less than central banks cut interest rates, as government debt continued to grow, geopolitical risk increased and inflation expectations rose.

REPORT OF THE INVESTMENT MANAGER
for the year ended 31 December 2025

As a result, the difference between yields on short-dated bonds (e.g. two-year bonds) and longer-dated bonds (e.g. 10-year bonds) increased. In technical parlance: the yield curve, a graph that shows the yields of the same issuer's bonds for different maturities, became steeper during 2025.

- In the United States, core personal consumption expenditure (PCE) inflation remained stable but above target over the year under review, from 2.8%, year on year (yoy) in December 2024 to 2.6% in December.

  In the first half of 2025, America's central bank, the Federal Reserve ('Fed'), kept interest rates on hold. It did so despite pressure from the Trump administration to lower rates, and even after Trump announced his 'reciprocal tariffs' on 2 April. In the second half of 2025, the Fed cut interest rates by 0.25% in each of September, October and December, mainly to counter weakening job numbers.

  In line with the Fed's rate cuts, two-year US Treasury (government bond) yields fell from 4.25% at the start of 2025 to 3.47% at the end of the year. But 10-year US Treasury yields fell much less over that timeframe, from 4.57% to 4.18%.

  Because 10-year yields fell less than two-year yields, the yield curve steepened, for several reasons. The non-partisan Congressional Budget Office expects President Trump's 'One Big Beautiful Bill' to raise US government debt by c. $3.4 trillion over the next ten years. In addition, higher debt, higher government budget deficits and President Trump's threats against the Fed raised fears for higher inflation. Finally, President Trump's geopolitical sabre-rattling (often using tariff threats) raised the extra yield that investors required for holding US Treasuries.

- In the UK, consumer price (CPI) inflation rose from 2.5%, yoy, in December 2024 to 3.8% in July, August and September, before falling to 3.2% in November and creeping up to 3.4% in December. Nevertheless, the Bank of England (BoE) cut its Official Bank Rate (OBR) four times, in February, May, August and December.

  As a result, yields on two-year UK government bonds (gilts) fell from 4.20% at the end of 2024 to 3.63% at the end of 2025. Ten-year gilts, however, started 2025 at 4.58%, before peaking around 4.83% in August 2025 and falling back to end the year exactly where they had started it, at 4.57%.

  In the first half of the year, long-dated gilt yields mainly rose because Chancellor Rachel Reeves' first budget, in October 2024, had laid bare the UK government's precarious finances. The run-up to her second budget, in November 2025, led to much speculation among investors, but her budget itself was considered fiscally prudent.

REPORT OF THE INVESTMENT MANAGER
for the year ended 31 December 2025

- The European Central Bank (ECB) cut interest rates in February, March, April and June, by 1% in total. Eurozone inflation fell from 2.4%, yoy, in December 2024 to 2.0% in June, July and August 2025, the ECB's target. It crept up to 2.2% in September but fell to 1.9% in December.

- Despite the ECB's rate cuts, government bond yields rose in Germany, where newly elected prime minister Friedrich Merz relaxed his government's debt restrictions and announced a €500 billion increase in defence spending. By contrast, yields fell somewhat in countries previously considered peripheral, like Italy. At some points in the year, government bond yields there fell to levels below those of more 'core' countries, such as France.

At the beginning of 2025, corporate bonds offered lower additional yields over government bonds ('spread') than they had in many years. For US corporate bonds, for example, that spread was around 0.83%. But after President Trump laid out his tariff plans in April, US corporate bond spreads widened significantly, to around 1.21%. They quickly narrowed again, however, after Trump paused his tariffs. Corporate spreads continued to narrow as most firms reported solid financial results in 2025. In the end, they ended the year approximately where they had started it.

Outlook

At the end of 2025, bond valuations remained high, even in traditionally risky or high-volatility segments of the market. As a result, we have continued to prefer higher-rated, defensive and fundamentally robust sectors, such as telecoms and financial institutions.

In addition, we are selectively capitalising on opportunities in European BB-rated bonds and bonds of issuers in chemicals and packaging.

Recently, we've also started to focus on bonds that provide high income, on longer-dated bank bonds and by capitalising on sudden spikes in market volatility.

We continue to monitor, with caution, the high volume of bonds issued by large tech companies that are building AI (artificial intelligence) infrastructure.

Our view on the economy continues to be positive, supported by moderate growth expectations and solid economic fundamentals.

REPORT OF THE INVESTMENT MANAGER
for the year ended 31 December 2025

Acquisition by Jupiter Fund Management

On 2 February 2026, CCLA Investment Management Limited was acquired by Jupiter Fund Management plc. The transaction followed an extensive strategic review and engagement with key stakeholders and is expected to support the long-term sustainability of the business. CCLA will retain its brand, investment philosophy and client service model, while benefiting from access to Jupiter's broader investment capabilities, resources and infrastructure. Planning for operational and regulatory integration commenced in the latter part of 2025 and continues following completion of the transaction. CCLA remains committed to serving churches, charities and local authorities.

B Funnell
Head of Investment
CCLA Investment Management Limited
9 June 2026

REPORT OF THE INVESTMENT MANAGER
for the year ended 31 December 2025

Top ten changes in portfolio composition

	Cost £'000		Proceeds £'000
Purchases:		**Sales:**	
US Treasury 0% 2026	33,701	US Treasury 0% 2025	34,622
US Treasury 0% 2026	15,523	US Treasury 0% 2025	21,665
US Treasury Notebond 5% 2025	3,719	SIG Combibloc PurchaseCo 2.125% 2025	2,636
J Sainsbury 5.125% 2030	1,349	US Treasury 0% 2025	2,430
Nexans 4.125% 2029	1,125	Mondi Finance 1.625% 2026	1,959
E-CARAT DE Lease 2025-1 FRN 2034	1,095	Lloyds Bank 5.125% 2025	1,700
Sixt 3.25% 2030	1,059	UK Treasury 5% 2025	1,450
Cooperatieve Rabobank UA 1.875% VRN Perpectual	1,046	Banco 1.625% 2025	1,413
Elis SA 3.375% 2031	952	Bharti Airtel 4.375% 2025	1,348
Suez 1.25% 2035	874	Nexans 4.25% 2030	1,132

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 daily 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.

REPORT OF THE INVESTMENT MANAGER
for the year ended 31 December 2025

Sustainability approach
The fund is managed in accordance with CCLA's at https://www.ccla.co.uk/documents/sustainability-approach-short-duration-bond-funds/download?inline. 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.

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. Additionally, CCLA has committed to reporting, at least annually, against its approach to sustainability. This is accomplished via the publication of a product-level sustainability report for each fund it manages. The content of this report aligns with the requirements of the environmental, social and governance (ESG) sourcebook published by the Financial Conduct Authority (FCA) and the recommendations of the Task Force on Climate-Related Financial Disclosures (TCFD). The funds Public product-level sustainability report can be found in the individual fund's document section of website at https://www. ccla.co.uk/funds/coif-charities-short-duration-bond-fund#fund-documents. Our values based screening policy can be found at https://www. ccla.co.uk/about-us/policies-and-reports/ policies/values-based-screening-policy

REPORT OF THE DEPOSITARY
for the year ended 31 December 2025

Having carried out such procedures as we consider necessary to discharge our responsibilities as Depositary of the Fund, it is our opinion, based on the information available to us and the explanations provided, that in all material respects the Fund, acting through the AIFM has been managed in accordance with the rules in the Sourcebook, the Scheme Particulars of the Fund and as required by the AIFMD.

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
9 June 2026

INDEPENDENT AUDITOR'S REPORT
to the Board of COIF Charities Short Duration Bond Fund

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of The COIF Charities Short Duration Bond Fund ('the Fund'):

- give a true and fair view of the financial position of the Fund as at 31 December 2025 and of the net revenue and the net capital gain on the property of the Fund for the year ended 31 December 2025;
- 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; and
- have been prepared in accordance with the requirements of the Charities Act 2011 and Alternative Investment Fund Managers Directive (AIFMD).

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 related notes 1 to 18.

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), and the Charities Act 2011.

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 Fund 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
to the Board of COIF Charities Short Duration Bond Fund

Emphasis of matter – Financial statements prepared other than on a going concern basis
We draw attention to note 1a in the financial statements, which indicates that the financial statements have been prepared on a basis other than that of a going concern. Our opinion is not modified in respect of this matter.

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 Board is responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and 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 Board and Manager
As explained more fully in the Statement of Board, Trustee, Depositary and Manager Responsibilities , the Manager 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 Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Fund'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 Manager either intends to liquidate the fund 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.

INDEPENDENT AUDITOR'S REPORT
to the Board of COIF Charities Short Duration Bond Fund

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

We obtained an understanding of the legal and regulatory frameworks that the Fund 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 relevant tax legislation; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the Fund's ability to operate or to avoid a material penalty.

We discussed among the audit engagement team 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 values of the fund. 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.

INDEPENDENT AUDITOR'S REPORT
to the Board of COIF Charities Short Duration Bond Fund

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.

Report on other legal and regulatory requirements

Matters on which we are required to report by exception

Under the Charities (Accounts and Reports) Regulations 2008 we are required to report in respect of the following matters if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Boards' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in respect of these matters.

Use of our report

This report is made solely to the Fund's Board, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the Fund's Board 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 Fund and the Fund's Board as a body, for our audit work, for this report, or for the opinions we have formed.

Deloitte LLP
Statutory Auditor
Glasgow, United Kingdom
9 June 2026

Deloitte LLP is eligible for appointment as auditor for the charity by virtue of its eligibility for appointment as audit of a company under section 1212 of the Companies Act 2006.

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 as 2 out of 7, which is a low risk class. This rates the potential losses from future performance at a low level, and poor market conditions are very unlikely to impact the capacity of the manager to pay you. This classification is not guaranteed. It may change over time and may not be a reliable indication of the future risk profile of the fund. It's important to remember that even the lowest risk 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		
	Year to 31.12.2025 pence per Unit	Year to 31.12.2024 pence per Unit	Year to 31.12.2023 pence per Unit
Opening net asset value per Unit	**125.72**	121.92	115.89
Return before operating charges*	**7.91**	7.69	9.13
Operating charges	**(0.38)**	(0.37)	(0.35)
Return after operating charges*	**7.53**	7.32	8.78
Distributions on Income Units	**(4.47)**	(3.52)	(2.75)
Closing net asset value per Unit	**128.78**	125.72	121.92
* after direct transaction costs of:	**0.03**	0.02	–
Performance			
Return after charges	**5.99%**	6.00%	7.58%
Other information			
Closing net asset value (£'000)	**191,774**	190,281	178,762
Closing number of Units	**148,917,569**	151,358,525	146,622,170
Operating charges**	**0.29%**	0.30%	0.29%
Direct transaction costs	**0.02%**	0.02%	0.00%
Prices (pence per Unit)			
Highest Unit price	**129.80**	127.09	122.97
Lowest Unit price	**125.33**	121.85	116.02

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 year.

COMPARATIVE TABLE

Change in net assets per Unit

	Accumulation Units		
	Year to 31.12.2025 pence per Unit	Year to 31.12.2024 pence per Unit	Year to 31.12.2023 pence per Unit
Opening net asset value per Unit	**956.75**	902.09	837.92
Return before operating charges*	**61.05**	57.46	66.71
Operating charges	**(2.94)**	(2.80)	(2.54)
Return after operating charges*	**58.11**	54.66	64.17
Distributions on Accumulation Units	**(33.86)**	(25.98)	(19.07)
Retained distributions on Accumulation Units	**33.86**	25.98	19.07
Closing net asset value per Unit	**1,014.86**	956.75	902.09
* after direct transaction costs of:	**0.23**	0.15	0.03
Performance			
Return after charges	**6.07%**	6.06%	7.66%
Other information			
Closing net asset value (£'000)	**19,503**	18,953	17,915
Closing number of Units	**1,921,729**	1,980,938	1,985,875
Operating charges**	**0.29%**	0.30%	0.29%
Direct transaction costs	**0.02%**	0.02%	0.00%
Prices (pence per Unit)			
Highest Unit price	**1,016.13**	959.39	905.03
Lowest Unit price	**957.59**	901.62	838.87

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 year.

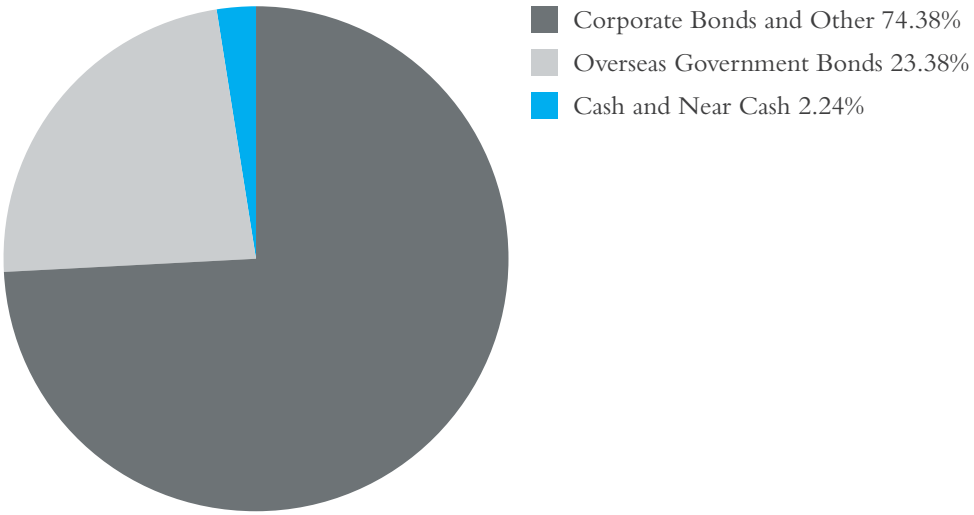
OPERATING CHARGES ANALYSIS
for the year ended 31 December 2025

The table below analyses expenses in note 4 to the financial statements. These expenses also represent the total operating charges, which are shown below as a percentage of average net assets of the Fund.

	31.12.2025 %	31.12.2024 %
Manager's annual management charge including VAT	**0.26**	0.26
Safe custody fees and depositary fee	**0.02**	0.02
Other expenses	**0.01**	0.02
Total operating charges	**0.29**	0.30

PORTFOLIO ANALYSIS
at 31 December 2025

Portfolio Allocation



By term to maturity

Period	% Fund
0-5 years	69.26
5-10 years	25.84
10-15 years	1.34
Over 15 years	3.56
Duration (modified)	1.84 yrs
Average term to maturity	7.17 yrs

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

PORTFOLIO STATEMENT
at 31 December 2025

	Holding	Fair value £'000	% of total net assets
Government Bonds – 23.29% (31.12.2024 – 28.65%)			
US Treasury 0% 2026	$21,000,000	15,543	7.36
US Treasury 0% 2026	$45,396,000	33,661	15.93
Non-Government Bonds – 73.05% (31.12.2024 – 67.97%)			
AbbVie 4.55% 2035	$1,500,000	1,099	0.52
ABN AMRO Bank 4.75% VRN Perpetual	€500,000	440	0.21
AerCap Ireland Capital DAC 5.375% 2031	$800,000	616	0.29
AIB Group 6% VRN Perpetual	€500,000	447	0.21
Air Lease 3.625% 2027	$100,000	74	0.04
Air Lease 3.7% 2030	€900,000	792	0.38
Alcoa Nederland Holding 4.125% 2029	$600,000	437	0.21
Alcon Finance Corp 2.6% 2030	$600,000	415	0.20
Allianz Finance II 0.5% 2031	€500,000	389	0.19
Ally Financial 4.7% VRN Perpetual	$220,000	156	0.07
Alpek SAB de CV 3.25% 2031	$587,000	371	0.18
Alpha Bank 2.5% VRN 2028	€400,000	349	0.17
Alpha Bank SA 4.308% VRN 2036	€200,000	176	0.08
América Móvil 5% 2026	£1,000,000	1,006	0.48
American Express 5.625% VRN 2034	$443,000	344	0.16
American Medical Systems Europe 1.875% 2034	€883,000	680	0.32
American Tower Corp 4.05% 2032	$300,000	217	0.10
Amrize Finance US LLC 5.4% 2035	$374,000	287	0.14
Anglo American Capital 2.625% 2030	$247,000	169	0.08
Anglo American Capital 2.875% 2031	$853,000	586	0.28
Apple 2.65% 2051	$1,730,000	797	0.38
Aptiv 3.1% 2051	$825,000	395	0.19
Arcelik 3% 2026	€850,000	742	0.35
ArcelorMittal 3.5% 2031	€100,000	88	0.04
Ardagh Metal Packaging Finance 3% 2029	€200,000	166	0.08
Ardagh Metal Packaging Finance USA 5% 2031	€100,000	88	0.04
Ashland 3.375% 2031	$570,000	388	0.18
Ashtead Capital Inc 4.25% 2029	$600,000	441	0.21
ASML Holding 2.25% 2032	€700,000	588	0.28
Asmodee Group 5.75% 2029	€100,000	49	0.02
Asmodee Group AB 4.25% 2031	€100,000	88	0.04

PORTFOLIO STATEMENT
at 31 December 2025

	Holding	Fair value £'000	% of total net assets
Assicurazioni Generali 1.713% 2032	€550,000	425	0.20
AstraZeneca 2.125% 2050	$500,000	207	0.10
Australia New Zealand Bank 5.101% VRN 2033	€300,000	273	0.13
Auto ABS Italian Stella Loans FRN 2039	€578,000	355	0.17
Auto ABS Italian Stella Loans FRN 2039	€300,000	187	0.09
AutoFlorence 3 FRN 2046	€102,000	42	0.02
AutoFlorence 3 FRN 2046	€463,000	196	0.09
Autonoria Spain 2025-1 FRN 2043	€400,000	349	0.17
Aviva 6.875% VRN Perpetual	£200,000	205	0.10
AXA 3.625% 2033	€500,000	444	0.21
AXA 6.375% VRN Perpetual	€349,000	327	0.16
Ball Corporation 2.875% 2030	$725,000	498	0.24
Ball Corporation 5.5% 2033	$725,000	549	0.26
Banco 4.875% VRN 2030	€300,000	276	0.13
Banco BPM 2.875% VRN 2031	€200,000	174	0.08
Banco BPM 6% VRN 2028	€800,000	721	0.34
Banco BPM 6.25% VRN Perpetual	€200,000	180	0.09
Banco BTG Pactual SACayman Island 5.75% 2030	$500,000	379	0.18
Banco Mercantil del Norte 6.625% VRN Perpetual	$400,000	292	0.14
Banco Santander 1.722% VRN 2027	$400,000	292	0.14
Banco Santander 5% VRN 2034	€500,000	456	0.22
Banco Santander SA 6% VRN Perpetual	€400,000	361	0.17
Banco Santander SA 7% VRN Perpetual	€400,000	377	0.18
Bank of Cyprus 4.25% VRN 2036	€150,000	131	0.06
Bank of Ireland 1.375% VRN 2031	€775,000	673	0.32
Barclays 4.375% VRN Perpetual	$200,000	144	0.07
Barclays 4.616% VRN 2037	€500,000	449	0.21
Barclays 8.5% VRN Perpetual	£494,000	531	0.25
Bath & Body Works 6.875% 2035	$500,000	376	0.18
Bath & Body Works 7.6% 2037	$73,000	54	0.03
BAWAG Group 4.125% VRN 2035	€800,000	701	0.33
BAWAG Group 6.75% VRN 2034	€700,000	664	0.32
Bharti Airtel 3.25% 2031	$1,000,000	701	0.33
BM European Value Retail 6.5% 2031	£622,000	612	0.29
BNP Paribas 2% VRN 2031	£1,000,000	990	0.47
BNP Paribas 4.625% VRN Perpetual	$200,000	137	0.07
British Telecommunications 4.875% VRN 2081	$200,000	144	0.07

PORTFOLIO STATEMENT
at 31 December 2025

	Holding	Fair value £'000	% of total net assets
Caisse Nationale de Reassurance 0.75% 2028	€600,000	494	0.23
Caisse Nationale de Reassurance 6.5% VRN Perpetual	€300,000	273	0.13
CaixaBank 4.375% VRN 2036	€300,000	269	0.13
CaixaBank 5.875% VRN Perpetual	€600,000	542	0.26
CANPACK SA US LLC 3.875% 2029	$250,000	178	0.08
CANPACK SA Eastern PA Land 2.375% 2027	€273,000	236	0.11
Carrier Global Corp 2.7% 2031	$440,000	303	0.14
CCO Holdings 4.25% 2031	$625,000	427	0.20
CCO Holdings 4.25% 2034	$200,000	126	0.06
Cellnex Telecom 0.75% 2031	€1,800,000	1,415	0.67
Cemex 3.125% 2026	€600,000	523	0.25
Cemex 3.875% 2031	$400,000	284	0.13
Centene Corporation 2.5% 2031	$150,000	96	0.05
Centene Corporation 2.625% 2031	$1,500,000	959	0.45
CF Industries 4.95% 2043	$625,000	418	0.20
Cigna Corp 2.375% 2031	$1,000,000	674	0.32
Cisco Systems 2.5% 2026	$1,500,000	1,105	0.52
Citigroup 4.125% 2028	$300,000	223	0.11
Citigroup 5.15% 2026	£1,300,000	1,306	0.62
Clarios Global 4.75% 2031	€200,000	177	0.08
ClevelandCliffs 4.625% 2029	$265,000	194	0.09
ClevelandCliffs 7.375% 2033	$35,000	27	0.01
Clydesdale Acquisition Holdings 6.75% 2032	$290,000	222	0.11
CNH Industrial 3.85% 2027	$1,700,000	1,259	0.60
CNH Industrial Capital 5.1% 2029	$178,000	135	0.06
Comcast Corporation 1.5% 2031	$1,100,000	711	0.34
Commerzbank 1.375% VRN 2031	€900,000	778	0.37
Cooperatieve Rabobank 4.875% VRN Perpetual	€400,000	353	0.17
Cooperatieve Rabobank UA 1.875% VRN Perpectual	£1,100,000	1,063	0.50
Crown Americas 4.25% 2026	$258,000	191	0.09
Crown Americas 5.875% 2033	$235,000	179	0.08
Crown Castle Inc 2.5% 2031	$300,000	200	0.09
Crown European Holdings 4.5% 2030	€350,000	317	0.15
Dell International 4.35% 2030	$1,170,000	870	0.41
Dell International 5.4% 2034	$730,000	558	0.26
Dell International 6.02% 2026	$37,000	28	0.01

PORTFOLIO STATEMENT
at 31 December 2025

	Holding	Fair value £'000	% of total net assets
Deutsche Bank 4.5% VRN Perpetual	€200,000	174	0.08
Deutsche Bank 5.625% VRN Perpectual	€800,000	701	0.33
Dow Chemical 1.875% 2040	€475,000	292	0.14
Dow Chemical 5.15% 2034	$125,000	92	0.04
DS Smith 2.875% 2029	£971,000	916	0.43
Dutch Property Finance 2022-1 FRN 2059	€800,000	702	0.33
E-CARAT DE Lease 2025-1 FRN 2034	€1,300,000	1,132	0.54
Elis SA 3.375% 2031	€1,100,000	951	0.45
Enel 1.875% VRN Perpetual	€200,000	159	0.08
Enel Finance International 0.875% 2034	€625,000	431	0.20
Engie 3.875% 2036	€200,000	174	0.08
Engie 5.625% 2034	$600,000	469	0.22
Erste Group Bank 6.375% VRN Perpetual	€600,000	546	0.26
Eurofins Scientific 0.875% 2031	€900,000	685	0.32
Evonik Industries 3.25% 2030	€400,000	353	0.17
ExportImport Bank of India 2.25% 2031	$400,000	268	0.13
Falabella 3.375% 2032	$550,000	365	0.17
FCT Noria 2021 FRN 2049	€500,000	84	0.04
First Citizens BancShares 5.8009% VRN Perpetual	$605,000	455	0.22
Ford Motor Credit 5.78% 2030	£758,000	761	0.36
Fresenius Medical Care 1.875% 2026	$300,000	218	0.10
Fresenius Medical Care US Finance 2.375% 2031	$925,000	611	0.29
Fresenius SE and Co KGaA 0.375% 2026	€800,000	688	0.33
Froneri Lux FinCo SARL 4.75% 2032	€234,000	206	0.10
GAMMA Sociedade de Titularizacao FRN 2034	€300,000	192	0.09
General Motors Financial 2.35% 2031	$1,500,000	1,002	0.47
Gilead Sciences 2.6% 2040	$725,000	399	0.19
GlaxoSmithKline Capital 1.625% 2035	£850,000	637	0.30
Golden Bar Securitisation FRN 2044	€200,000	176	0.08
Goldman Sachs 3.102% VRN 2033	$500,000	342	0.16
Goodyear Europe 2.75% 2028	€200,000	170	0.08
Graphic Packaging International 1.512% 2026	$125,000	92	0.04
Graphic Packaging International 2.625% 2029	€674,000	569	0.27
Graphic Packaging International 3.75% 2030	$226,000	159	0.08
Greenko Power II 4.3% 2028	$600,000	321	0.15
Gruenenthal 4.625% 2031	€100,000	88	0.04
HCA 2.375% 2031	$1,525,000	1,016	0.48

PORTFOLIO STATEMENT
at 31 December 2025

	Holding	Fair value £'000	% of total net assets
HCA 3.5% 2051	$400,000	202	0.10
Hermitage FRN 2033	£374,000	373	0.18
Hermitage FRN 2033	£717,000	359	0.17
Home Depot IncThe 4.65% 2035	$275,000	203	0.10
Hops Hill No 2 FRN 2054	£443,000	449	0.21
HP 2.65% 2031	$700,000	469	0.22
HP 3% 2027	$1,650,000	1,208	0.57
HSBC Holdings 6.547% VRN 2034	$500,000	403	0.19
HSBC Holdings 6.364% VRN Perpectual	€500,000	463	0.22
HSBC Holdings 6.5% VRN Perpetual	$600,000	455	0.22
Huntsman International 2.95% 2031	$937,000	587	0.28
Huntsman International 4.5% 2029	$650,000	463	0.22
Huntsman International 5.7% 2034	$13,000	9	-
Iberdrola Finanzas 4.871% VRN Perpetual	€300,000	275	0.13
Iberdrola Finanzas 5.25% 2036	£400,000	399	0.19
Iliad 1.875% 2028	€600,000	511	0.24
Iliad 4.25% 2029	€100,000	89	0.04
iliad SA 4.25% 2032	€200,000	176	0.08
Infineon Technologies 2.875% 2030	€900,000	779	0.37
Informa 3.25% 2030	€1,143,000	994	0.47
Infrastrutture Wireless Italian 1.625% 2028	€970,000	817	0.39
Infrastrutture Wireless Italiane 1.75% 2031	€650,000	522	0.25
ING Groep 3% 2026	£800,000	799	0.38
ING Groep 0.875% VRN Perpetual	€500,000	426	0.20
ING Groep 4.25% VRN Perpetual	$260,000	173	0.08
InPost SA 4% 2031	€294,000	257	0.12
Intesa Sanpaolo Assicurazioni 4.217% 2035	€200,000	175	0.08
Intesa Sanpaolo SpA 4.271% VRN Perpectual	€400,000	356	0.17
IQVIA 2.25% 2029	€1,300,000	1,101	0.52
Iron Mountain 4.5% 2031	$603,000	427	0.20
Iron Mountain 5.25% 2030	$164,000	120	0.06
Iron Mountain 5.625% 2032	$155,000	113	0.05
J Sainsbury 5.125% 2030	£1,349,000	1,382	0.65
John Deere Capital Corp 3.9% 2032	$275,000	200	0.09
JPMorgan Chase 4.625% VRN Perpetual	$300,000	224	0.11
KB Home 4% 2031	$250,000	176	0.08
KB Home 4.8% 2029	$171,000	127	0.06

PORTFOLIO STATEMENT
at 31 December 2025

	Holding	Fair value £'000	% of total net assets
Klabin Austria 3.2% 2031	$500,000	336	0.16
Koninklijke 3.375% 2035	€600,000	507	0.24
Koninklijke 3.875% 2036	€1,400,000	1,223	0.58
La Banque Postale 3% VRN Perpetual	€600,000	490	0.23
Lanebrook Mortgage Transaction FRN 2058	£481,000	480	0.23
Levi Strauss 3.5% 2031	$800,000	554	0.26
Liberty Mutual Group 4.3% 2061	$600,000	296	0.14
LKQ 5.75% 2028	$496,000	381	0.18
LKQ Corporation 6.25% 2033	$350,000	279	0.13
LKQ Dutch Bond 4.125% 2031	€328,000	292	0.14
LKQ European Holdings 4.125% 2028	€100,000	88	0.04
Lloyds Banking Group 8.5% VRN Perpetual	£600,000	634	0.30
Logicor Financing 1.5% 2026	€343,000	298	0.14
London Cards No 2 FRN 2034	£400,000	406	0.19
Lorca Telecom Bondco 4% 2027	€800,000	104	0.05
Macquarie Bank 3.052% VRN 2036	$690,000	467	0.22
Macys Retail Holdings LLC 6.125% 2032	$600,000	451	0.21
Macys Retail Holdings LLC 7.375% 2033	$60,000	47	0.02
Marks Spencer 3.25% 2027	£1,400,000	1,374	0.65
Marks Spencer 3.75% 2026	£322,000	321	0.15
Medline Borrower LPMedline 6.25% 2029	$75,000	58	0.03
Meritage Homes 3.875% 2029	$830,000	606	0.29
Metropolitan Life Global Funding 0.625% 2027	£100,000	94	0.04
Metropolitan Life Global Funding 2.95% 2030	$650,000	458	0.22
Micron Technology 5.8% 2035	$1,223,000	959	0.45
Millicom International Cellular 4.5% 2031	$320,000	222	0.11
Millicom International Cellular 7.375% 2032	$340,000	263	0.12
Molina Healthcare 6.25% 2033	$266,000	202	0.10
Mondi Finance 3.75% 2032	€590,000	518	0.25
Mondi Finance 3.75% 2033	€951,000	823	0.39
Mondi Finance PLC 3.375% 2031	€100,000	86	0.04
Morgan Stanley 5.297% VRN 2037	$1,021,000	772	0.37
Morgan Stanley 5.831% VRN 2035	$63,000	50	0.02
Mortimer BTL 2023-1 FRN 2056	£600,000	608	0.29
Mortimer BTL 2023-1 FRN 2056	£1,034,000	511	0.24
Mozart Debt Merger 3.875% 2029	$300,000	218	0.10
Muenchener Rueckversicherun 5.875% VRN 2042	$600,000	466	0.22

PORTFOLIO STATEMENT
at 31 December 2025

	Holding	Fair value £'000	% of total net assets
National Bank of Greece 5.875% VRN 2035	€300,000	280	0.13
National Grid 0.553% 2029	€800,000	639	0.30
NatWest Group 4.6% VRN Perpetual	$200,000	138	0.07
NatWest Group 5.125% VRN Perpetual	£400,000	397	0.19
Nemak SAB de CV 3.625% 2031	$463,000	299	0.14
Netflix 3.625% 2030	€2,187,000	1,951	0.92
Network i2i 3.975% VRN Perpetual	$600,000	444	0.21
New Red Finance 5.625% 2029	$275,000	208	0.10
Newday Funding FRN 2033	£577,000	573	0.27
Nexans 4.125% 2029	€1,300,000	1,162	0.55
Nexi SpA 0% 2028	€300,000	242	0.11
Nexi SpA 3.875% 2031	€100,000	87	0.04
Next 3.625% 2028	£1,050,000	1,036	0.49
Next Group PLC 5% 2031	£594,000	598	0.28
NGG Finance 2.125% VRN 2082	€251,000	216	0.10
Nokia 4.375% 2031	€1,100,000	1,004	0.48
Nokia 6.625% 2039	$220,000	175	0.08
Norsk Hydro 3.625% 2032	€775,000	681	0.32
Norsk Hydro 3.75% 2033	€380,000	334	0.16
Novelis Corporation 3.875% 2031	$400,000	271	0.13
Nutrien 2.95% 2030	$1,250,000	878	0.42
NXP Funding 2.5% 2031	$1,050,000	707	0.33
OI European Group 4.75% 2030	$400,000	288	0.14
Olympus Water US Holding Corporation 5.375% 2029	€400,000	324	0.15
OneMain Finance Corporation 3.875% 2028	$200,000	145	0.07
OneMain Finance Corporation 4% 2030	$100,000	70	0.03
Open Text Corporation 6.9% 2027	$600,000	464	0.22
Optics Bidco 2.375% 2027	€200,000	173	0.08
Orbia Advance Corporation 2.875% 2031	$200,000	121	0.06
Orbia Advance Corporation 6.8% 2030	$783,000	575	0.27
Orsted 1.5% VRN 3021	€690,000	515	0.24
Orsted 2.125% 2027	£990,000	958	0.45
Owensbrockway Glass Container 7.375% 2032	$200,000	151	0.07
Paprec Holding SA 4.5% 2032	€439,000	389	0.18
PCL Funding VIII FRN 2028	£100,000	101	0.05
Pepper Iberia Consumer FRN 2033	€500,000	443	0.21
Phoenix Group Holdings 5.625% 2031	£700,000	706	0.33

PORTFOLIO STATEMENT
at 31 December 2025

	Holding	Fair value £'000	% of total net assets
Pony Compartment German Auto FRN 2032	€400,000	302	0.14
Pony SA Compartment German Auto FRN 2032	€500,000	375	0.18
Post Holdings 4.5% 2031	$332,000	234	0.11
Post Holdings 6.375% 2033	$18,000	14	0.01
Prudential 2.95% VRN 2033	$470,000	336	0.16
PVH Corporation 3.125% 2027	€433,000	380	0.18
PVH Corporation 5.5% 2030	$618,000	466	0.22
QBE Insurance Group 2.5% VRN 2038	£250,000	237	0.11
Quikrete Holdings Inc 6.375% 2032	$134,000	104	0.05
Red & Black Auto Germany FRN 2031	€100,000	42	0.02
Red & Black Auto Germany FRN 2032	€700,000	390	0.18
Red & Black Auto Italy FRN 2034	€350,000	177	0.08
Red & Black Auto Italy FRN 2036	€400,000	325	0.15
Ren Finance 0.5% 2029	€300,000	242	0.11
Ren Finance 1.75% 2028	€675,000	580	0.27
Rexel 2.125% 2028	€200,000	172	0.08
Rothesay Life 3.375% 2026	£1,950,000	1,939	0.92
Rothesay Life 7.019% 2034	£550,000	589	0.28
Royal KPN 5% 2026	£161,000	162	0.08
Sally Holdings 6.75% 2032	$438,000	340	0.16
Santander UK 5.75% 2026	£1,850,000	1,855	0.88
Sappi Papier Holding 3.625% 2028	€143,000	124	0.06
Sappi Papier Holding 7.5% 2032	$75,000	59	0.03
SC Germany Compartment Leasing FRN 2032	€700,000	305	0.14
SC Germany SA Compartment Leasing FRN 2032	€700,000	303	0.14
Schaeffler 4.5% 2030	€400,000	357	0.17
Seagate Data Storage Technology 4.091% 2029	$629,000	458	0.22
Seagate Data Storage Technology 4.125% 2031	$274,000	194	0.09
Sealed Air Corporation 4% 2027	$1,430,000	1,058	0.50
Siemens Financieringsmaatschappij 1.7% 2028	$2,500,000	1,776	0.84
SIG Combibloc PurchaseCo 3.75% 2030	€1,838,000	1,623	0.77
Silgan Holdings 2.25% 2028	€1,050,000	896	0.42
Sixt 3.25% 2030	€1,262,000	1,106	0.52
SK Hynix 1.5% 2026	$700,000	520	0.25
SK Hynix 2.375% 2031	$500,000	337	0.16
Smurfit Kappa Treasury 1% 2033	€1,450,000	1,042	0.49

PORTFOLIO STATEMENT
at 31 December 2025

	Holding	Fair value £'000	% of total net assets
Societe Generale 3.375% VRN 2030	€700,000	614	0.29
Societe Generale 5.375% VRN Perpetual	$426,000	303	0.14
Societe Generale 8.125% VRN Perpetual	$650,000	509	0.24
Sonoco Products 5% 2034	$300,000	221	0.10
SPCM 3.375% 2030	$600,000	417	0.20
SSE 4% VRN Perpetual	€639,000	564	0.27
Steel Dynamics 3.25% 2031	$900,000	638	0.30
Stellantis Finance US 2.691% 2031	$1,000,000	652	0.31
Stora Enso 7.25% 2036	$300,000	246	0.12
Suez 1.25% 2035	€1,300,000	905	0.43
Summit Digitel Infrastructure 2.875% 2031	$1,400,000	945	0.45
Suzano Austria 3.125% 2032	$1,000,000	665	0.31
Swiss RE Subordinated Finance 5.698% VRN 2035	$200,000	155	0.07
TAGUS-Sociedade de Titularizacao FRN 2042	€100,000	68	0.03
Taylor Morrison Communities 5.125% 2030	$959,000	717	0.34
TDC Net 5.186% 2029	€188,000	174	0.08
TDC Net 6.5% 2031	€700,000	675	0.32
Techem 4.625% 2032	€392,000	347	0.17
Telefonica Europe 2.376% VRN Perpetual	€400,000	332	0.16
Telenet Finance Luxembourg 5.5% 2028	$600,000	444	0.21
Telia 0.125% 2030	€910,000	689	0.33
Tenet Healthcare Corporation 4.375% 2030	$450,000	328	0.16
Terna Rete Elettrica Nazionale SpA 1% 2028	€400,000	334	0.16
TerraForm Power Operating 4.75% 2030	$800,000	578	0.27
Thermo Fisher Scientific 2% 2031	$145,000	96	0.05
TMobile USA 2.25% 2031	$2,300,000	1,517	0.72
TopBuild Corp 5.625% 2034	$79,000	59	0.03
Turk Telekomunikasyon 7.375% 2029	$300,000	232	0.11
UBS Group 4.375% VRN Perpetual	$550,000	375	0.18
UBS Group 7.125% VRN Perpetual	$200,000	152	0.07
UniCredit 2.731% VRN 2032	€1,225,000	1,066	0.51
Unilever 1.5% 2026	£1,325,000	1,308	0.62
UnipolSai Assicurazioni 3.875% 2028	€625,000	558	0.26
UPC Broadband Finco 4.875% 2031	$600,000	425	0.20
US Foods Inc 4.625% 2030	$300,000	220	0.11
Valeo 4.5% 2030	€100,000	89	0.04
Veolia Environnement 0.8% 2032	€200,000	150	0.07

PORTFOLIO STATEMENT
at 31 December 2025

	Holding	Fair value £'000	% of total net assets
Verbund 0.9% 2041	€100,000	57	0.03
VF 0.625% 2032	€900,000	622	0.29
Virgin Media O2 Vendor Financing 7.875% 2032	£253,000	254	0.12
Virgin Media Secured Finance 4.25% 2030	£200,000	183	0.09
Vmed O2 UK Financing 4.5% 2031	£635,000	563	0.27
VMware 1.4% 2026	$1,550,000	1,135	0.54
VZ Secured Financing 5% 2032	$495,000	333	0.16
Wabtec Transportation Netherland 1.25% 2027	€400,000	341	0.16
WESCO Distribution Inc 6.375% 2033	$100,000	78	0.04
Western Digital 3.1% 2032	$810,000	553	0.26
Western Digital Corporation 4.75% 2026	$89,000	66	0.03
Whirlpool Corporation 6.5% 2033	$301,000	217	0.10
Wizz Air Finance 1% 2026	€700,000	610	0.29
WPAP Telecom 3.75% 2029	€200,000	175	0.08
XPLR Infrastructure 8.625% 2033	$272,000	213	0.10
ZF Europe Finance 4.75% 2029	€100,000	87	0.04
ZF Finance 2.25% 2028	€200,000	166	0.08
ZF North America Capital Inc 7.5% 2031	$356,000	268	0.13
Zurich Finance Ireland Designat 3% VRN 2051	$1,200,000	814	0.39
Derivatives – 0.95% (31.12.2024 – 0.37%)			
Credit Default Swaps – 0.44% (31.12.2024 – 0.52%)			
Morgan Stanley 5% 20/12/2030	430,000	20	0.01
Morgan Stanley 5% 20/12/2030	180,000	12	0.01
Morgan Stanley 5% 20/12/2030	800,000	89	0.04
Morgan Stanley 1% 20/12/2030	380,000	(9)	(0.00)
JP Morgan 1% 20/12/2030	19,500,000	(56)	(0.03)
JP Morgan 1% 20/12/2030	32,000,000	595	0.28
JP Morgan 1% 20/12/2028	980,000	19	0.01
JP Morgan 5% 20/12/2030	450,000	77	0.04
JP Morgan 5% 20/12/2030	280,000	28	0.01
JP Morgan 5% 20/12/2030	220,000	37	0.02
JP Morgan 1% 20/12/2028	2,550,000	48	0.02
JP Morgan 5% 20/12/2030	200,000	26	0.01
JP Morgan 1% 20/12/2030	250,000	(10)	(0.00)
JP Morgan 1% 20/12/2030	350,000	(12)	(0.01)
JP Morgan 5% 20/12/2030	180,000	29	0.02
JP Morgan 1% 20/12/2028	350,000	4	0.00

PORTFOLIO STATEMENT
at 31 December 2025

	Holding	Fair value £'000	% of total net assets
JP Morgan 1% 20/12/2028	1,650,000	24	0.01
JP Morgan 1% 20/12/2030	250,000	(1)	(0.00)
Futures – 0.08% (31.12.2024 – 0.27%)			
CBT US 2 Years Note (CBT) March 2026	86	(8)	(0.01)
CBT US 2 Years Note (CBT) March 2026	(86)	79	0.04
CBT US 5 Years Note (CBT) March 2026	17	(5)	(0.00)
CBT US 10 Years Note (CBT) March 2026	(127)	71	0.03
CBT US Ultra Bond CBT March 2026	(35)	56	0.03
ICF Long Gilt Future March 2026	(29)	(17)	(0.01)
Options – 0.00% (31.12.2024 – 0.06%)			
CDX.NA.HY3645 (4y)			
DEF -12/20/2030-MLILUK_102.5	(14,500,000)	(2)	(0.00)
CDX.NA.HY.45 (4y)			
DEF -12/20/2030-MLILUK_105	14,500,000	5	0.00
iTraxx Europe Crossover 44			
(4Y) Default 20/12/2030 MLILUK 0.725	18,100,000	1	0.00
iTraxx Europe Crossover 44			
(4Y) Default 20/12/2030 MLILUK 3.25	24,500,000	4	0.00
iTraxx Europe Crossover 44			
(4Y) Default 20/12/2030 MLILUK 3.75	(24,500,000)	(2)	(0.00)
Forward Foreign Exchange Contracts – 0.43% (31.12.2024 – (0.48%))			
GBP Forward Currency Contract 18/03/2026	GBP 66,401,950		
EUR Forward Currency Contract 18/03/2026	(EUR 75,300,000)	396	0.19
GBP Forward Currency Contract 18/03/2026	GBP 110,631,120		
USD Forward Currency Contract 18/03/2026	(USD 148,100,000)	500	0.23
USD Forward Currency Contract 18/03/2026	USD 1,500,000		
GBP Forward Currency Contract 18/03/2026	(GBP 1,116,777)	(1)	(0.00)
GBP Forward Currency Contract 18/03/2026	GBP 750,417		
USD Forward Currency Contract 18/03/2026	(USD 1,000,000)	7	0.00
GBP Forward Currency Contract 18/03/2026	GBP 3,733,464		
USD Forward Currency Contract 18/03/2026	(USD 5,000,000)	15	0.01
USD Forward Currency Contract 18/03/2026	USD 1,800,000		
GBP Forward Currency Contract 18/03/2026	(GBP 1,346,382)	(8)	(0.00)
GBP Forward Currency Contract 18/03/2026	GBP 445,997		
USD Forward Currency Contract 18/03/2026	(USD 600,000)	–	–

PORTFOLIO STATEMENT
at 31 December 2025

	Holding	Fair value £'000	% of total net assets
INVESTMENT ASSETS		**205,543**	**97.29**
NET OTHER ASSETS		**5,734**	**2.71**
TOTAL NET ASSETS		**211,277**	**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.

The counterparty for the Credit Default Swaps is Morgan Stanley and JP Morgan.
The counterparties for the Options Contracts are Morgan Stanley and Merrill Lynch.
The counterparty for the Futures Contracts is Morgan Stanley.
The counterparty for the Forward Foreign Exchange Contracts are Northern Trust, RBC London and State Street Bank.

STATEMENT OF TOTAL RETURN
for the year ended 31 December 2025

	Note	Year ended 31.12.2025 £'000	£'000	Year ended 31.12.2024 £'000	£'000
Income					
Net capital gains	*2*		**2,801**		1,495
Revenue	*3*	**10,260**		11,197	
Expenses	*4*	**(623)**		(617)	
Interest payable and similar charges		**(4)**		–	
Net revenue before taxation		**9,633**		10,580	
Taxation	*5*	**(10)**		(11)	
Net revenue after taxation			**9,623**		10,569
Total return before distributions			**12,424**		12,064
Distributions	*6*		**(7,379)**		(5,770)
Change in net assets attributable to Unitholders from investment activities			**5,045**		6,294

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
for the year ended 31 December 2025

	Year ended 31.12.2025 £'000	£'000	Year ended 31.12.2024 £'000	£'000
Opening net assets attributable to Unitholders		**209,234**		196,677
Amounts receivable on issue of Units	**5,316**		9,715	
Amounts payable on cancellation of Units	**(8,968)**		(3,972)	
		(3,652)		5,743
Change in net assets attributable to Unitholders from investment activities		**5,045**		6,294
Retained distributions on Accumulation Units		**650**		520
Closing net assets attributable to Unitholders		**211,277**		209,234

The notes on pages 40 to 56 and the distribution tables on page 57 form part of these financial statements.

BALANCE SHEET
at 31 December 2025

	Note	31.12.2025 £'000	31.12.2025 £'000	31.12.2024 £'000	31.12.2024 £'000
ASSETS					
Fixed assets:					
Investments			**205,674**		204,562
Current assets:					
Debtors	7	**2,306**		2,211	
Cash and bank balances	8	**6,503**		7,327	
Total current assets			**8,809**		9,538
Total assets			**214,483**		214,100
LIABILITIES					
Investment liabilities			**131**		1,634
Creditors:					
Other creditors	9	**72**		75	
Bank overdraft		**1,693**		1,553	
Distribution payable on Income Units		**1,310**		1,604	
Total creditors			**3,075**		3,232
Total liabilities			**3,206**		4,866
Net assets attributable to Unitholders			**211,277**		209,234

The financial statements on pages 38 to 57 have been approved by the Board.

Approved on behalf of the Board K Shenton, Chair
9 June 2026

The notes on pages 40 to 56 and the distribution tables on page 57 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

1. Accounting policies

(a) 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 7 of this Annual 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, following which it will be communicated to unitholders. The transition is expected to happen in 2027. 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 that of a going concern.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

1. Accounting policies ***(continued)***

(a) 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.

(b) Revenue recognition

Interest on government stocks, sterling eurobonds, other fixed interest stocks and credit default swaps are accrued on a daily basis. Interest on bank deposits are accrued on a daily basis.

Dividends on preference shares are accrued to revenue on the dates when the Units are first quoted ex-dividend, or otherwise, on receipt of cash.

Revenue on debt securities is recognised on the effective yield basis which takes into account the amortisation of any discounts or premiums arising on the purchase price, compared to the final maturity value, over the remaining life of the security. Accrued interest purchased or sold is excluded from the cost of the security and is recognised as revenue of the Fund.

Revenue is stated net of irrecoverable tax credits.

(c) Expenses

During the year, the annual management charge (AMC), paid to the Manager, was taken to the revenue of the Fund. The AMC is based on a fixed percentage of the value of the Fund and was 0.22% p.a. plus VAT during the year.

On a daily basis, the value of the Fund at the end of the previous day is taken to calculate the AMC due. The Manager charges an AMC for the provision of managing investments. From 1 October 2019, the Manager ceased charging the fee for ethical and stewardship services.

The depositary fee, audit fee, legal fees, safe custody fees and transaction charges, insurance fees and other fees are charged separately to the revenue of the Fund before distribution.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

1. **Accounting policies** ***(continued)***

(d) Distributions

Distributions are paid quarterly. The Fund utilises an income reserve to even out the fluctuations in revenue which arise over the years (see note 11). Movements in the income reserve are therefore adjustments made to net revenue in determining the distributions.

A reconciliation of the net distribution to the net revenue of the Fund as reported in the statement of total return is shown in note 6.

In addition, if a distribution made in relation to any Income Units remain unclaimed over the subsequent three accounting periods for which distributions are made for those Units, the Manager may, at its discretion, re-invest that distribution. If a distribution made in relation to any Income Units remains unclaimed for a period of six years after it has become due, it may be forfeited and will revert to the Fund.

(e) Basis of valuation

Quoted investments are valued at bid-market values as at close of business on the last business day of the accounting period.

Derivatives are valued at close of business on the last business day of the accounting period.

Exchange traded derivatives are priced at fair value, which is deemed to be the bid price.

Over-the-counter derivatives are priced at fair value using valuation models or data sourced from market data providers.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

1. Accounting policies *(continued)*

(f) Foreign exchange

Transactions in foreign currencies during the period are translated into Sterling (the functional currency of the Fund), 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 close of business on 31 December 2025, the last business day in the accounting period.

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. Fluctuations in the value of such forward currency contracts are recorded as unrealised gains or losses. Realised gains or losses include net gains or losses on transactions that have terminated by settlement or by the Fund entering into offsetting commitments.

(g) Cash equivalents

The Manager has treated some assets as Cash equivalents for the purposes 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.

2. Net capital gains

	31.12.2025 £'000	31.12.2024 £'000
The net capital gains during the year comprise:		
Realised gains on non-derivative securities*	**965**	448
Unrealised (losses)/gains on non-derivative securities*	**(2,666)**	234
Unrealised gains/(losses) on forward currency contracts*	**963**	(172)
Realised gains on forward currency contracts*	**3,357**	2,195
Currency gains/losses	**182**	(1,210)
	2,801	1,495

* Where net realised gains include gains/(losses) arising in previous years, a corresponding (loss)/gain is included in unrealised gains/(losses).

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

3. Revenue

	31.12.2025 £'000	31.12.2024 £'000
UK dividends	195	38
Interest on debt securities	9,531	9,875
Interest on derivative securities	551	825
VAT Refund	(113)	368
Bank interest	96	91
	10,260	11,197

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

4. Expenses

	31.12.2025 £'000	31.12.2024 £'000
Payable to the Manager, associates of the Manager and agents of either of them:		
Manager's annual management charge – see note 1(c)	557	541
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Safe custody fees	16	28
Depositary fee	17	16
	33	44
Other expenses:		
Audit fee	17	16
Insurance fee	3	3
Other fees	17	13
	37	32
Total expenses	627	617

The above expenses include VAT where applicable.

Audit fee net of VAT is £14,000 (31.12.2024, £13,500).

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

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, on receipt.

	31.12.2025 £'000	31.12.2024 £'000
Overseas taxation suffered in the year	10	11
Total taxation	10	11

6. Distributions

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

	31.12.2025 £'000	31.12.2024 £'000
31 March – interim distribution	1,895	1,274
30 June – interim distribution	2,188	1,479
30 September – interim distribution	1,835	1,328
31 December – final distribution	1,444	1,766
	7,362	5,847
Add: revenue deducted on cancellation of Units	56	33
Deduct: revenue received on issue of Units	(39)	(110)
Net distribution for the year	7,379	5,770
Net revenue after taxation for the year	9,623	10,569
Transfer from income reserve – see note 11	140	34
Amortisation under coupon accounting	(2,384)	(4,836)
Movement in Net Income Property	–	17
Income Deficit	–	(14)
Net distribution for the year	7,379	5,770

Details of the distribution per Unit are set out in the distribution tables on page 57.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

6. Distributions *(continued)*
There were unclaimed distributions as at 31 December 2025 of £nil (31.12.2024, £37,932)

7. Debtors

	31.12.2025 £'000	31.12.2024 £'000
Accrued revenue	2,082	1,840
Amounts receivable on creation of Units	–	2
Prepayments	1	1
VAT recoverable	223	368
	2,306	2,211

8. Cash equivalents, cash and bank balances

	31.12.2025 £'000	31.12.2024 £'000
Cash and bank balances	1,135	2,016
Amounts held at futures clearing houses	2,100	1,818
Swaps collateral	3,268	3,493
Cash and bank balances – cash at bank	6,503	7,327

9. Bank overdraft

	31.12.2025 £'000	31.12.2024 £'000
Amounts held at futures clearing houses	1,693	1,553
Bank overdraft	1,693	1,553

10. Other creditors

	31.12.2025 £'000	31.12.2024 £'000
Accrued expenses	72	72
Amount payable on cancellation of Units	–	3
	72	75

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

11. Income reserve

The income reserve, accumulated out of revenue, is used to smooth fluctuations in the revenue received in the Fund. The income reserve is included in the total value of the Fund and is attributable to Income Unitholders. The income reserve is distributable and is included within Cash and bank balances in the Balance Sheet.

	31.12.2025 £'000	31.12.2024 £'000
Income reserve at the start of the year	1,100	1,134
Transfer from income reserve	(140)	(34)
Income reserve at the end of the year	960	1,100

12. Financial instruments

Fair value

Securities held by the Fund are valued at bid-market value (see note 1(e)). 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 and the comparative year.

Market price risk

This is an actively managed Fund which invests mainly in 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.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

12. Financial instruments ***(continued)***

Market price risk (continued)

At 31 December 2025, 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 £10,277,000 (31.12.2024: £10,146,000).

Credit risk

The Fund's transactions in securities expose it to the risk that the counterparty will not deliver the investment for a purchase or the cash for a sale. To minimise this, the Fund only deals with an approved list of brokers maintained by the Manager. The corporate bond holdings in the Fund are also exposed to the risk of issuer default; however, we mitigate this risk by purchasing investment grade bonds.

Bond credit ratings

	31.12.2025		31.12.2024	
Rating category	**£'000**	**% Fund**	£'000	% Fund
Investment grade	**171,577**	**84.30**	161,926	77.39
Non investment grade	**31,713**	**15.58**	38,371	18.34
Non rated	**242**	**0.12**	1,856	0.89
Total investment in bonds	**203,532**	**100.00**	202,153	96.62

Liquidity risk

Financial instruments held by the Fund, excluding short-term debtors and creditors, are made up of sterling fixed interest securities and sterling 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.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

12. 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 2025, 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 £1,837,000 (31.12.2024: 1,806,000).

The Fund held derivatives relating to forward currency contracts with a net value of £908,681 as at 31 December 2025 (31.12.2024, £997,880).

The total foreign currency exposure at 31 December was:

	31.12.2025			31.12.2024		
Currency	**Monetary exposures £'000**	**Non-monetary exposures £'000**	**Total £'000**	Monetary exposures £'000	Non-monetary exposures £'000	Total £'000
Australian dollar	**43**	**–**	**43**	75	(18)	57
Canadian dollar	**71**	**–**	**71**	28	–	28
Euro	**1,613**	**65,156**	**66,769**	1,547	60,857	62,404
Japanese yen	**–**	**–**	**–**	27	–	27
New Zealand dollar	**–**	**–**	**–**	11	337	348
US dollar	**4,092**	**112,737**	**116,829**	3,343	114,364	117,707
Total	**5,819**	**177,893**	**183,712**	5,031	175,540	180,571

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

12. Financial instruments ***(continued)***

Derivatives

Derivative transactions may be used by the Fund for the purposes of meeting its investment objectives and also for hedging. In doing so the Manager may make use of a variety of derivative instruments in accordance with the Sourcebook. The use of derivatives for investment purposes means that the net asset value of the Fund may at times have high volatility, although derivatives will not be used with the intention of raising the risk profile of the Fund. Where derivatives are used for hedging this will not compromise the risk profile of the Fund. Use of derivatives will not knowingly contravene any relevant investment objective or limits.

The Manager has used exchange traded futures to hedge the value of those assets denominated in foreign currency.

The Manager has used forward foreign currency contracts to hedge the currencies which are physically owned during the year. The purpose of undertaking these contracts is to protect the portfolio as far as possible from a movement in the value of exchange rates.

At 31 December 2025, the value of the portfolio hedged back to base currency was 100.05% of the Net Asset Value of the Scheme Property.

Credit default swaps have been used to hedge the default risk of holding bonds during the year.

The derivative counterparties are shown at the bottom of the Portfolio of investments on page 37.

Counterparty exposure

At 31 December 2025, the Fund had the following counterparty exposure on open Forward Foreign Exchange Contracts:

Northern Trust	£15,314
RBC London	£6,787
State Street Bank	£895,942

At 31 December 2025, the Fund had the following counterparty exposure on Credit default swaps:

Morgan Stanley	£120,930
JP Morgan	£886,526

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

12. Financial instruments ***(continued)***

Counterparty exposure (continued)

At 31 December 2025, the Fund had the following counterparty exposure on Options contracts:

Morgan Stanley	£477
Merrill Lynch	£9,595

The economic exposure of future derivative contracts is equal to the market value.

The value of exposure and the related counterparty are disclosed in the Portfolio of investments.

Interest rate risk

The Fund invests in fixed and floating rate securities and cash deposits. The revenue 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.

As at 31 December 2025, it is estimated that a 1% movement in interest rates would result in an opposite movement of £5,515,000 (31.12.2024, £5,135,000) in net assets attributable to Unitholders and profit or loss

The total exposure at 31 December 2025 was:

Currency	Floating rate financial assets* £'000	Fixed rate financial assets £'000	Financial assets not carrying interest £'000	Total £'000
Sterling	11,635	18,384	647	30,666
Euro	23,343	41,159	2,348	66,850
US dollar	11,955	103,445	1,453	116,853
Other	114	–	–	114
Total	47,047	162,988	4,448	214,483

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

12. Financial instruments ***(continued)***

Interest rate risk (continued)

Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Financial liabilities not carrying interest £'000	Total £'000
Sterling	**1,693**	**–**	**1,408**	**3,101**
Euro	**–**	**–**	**81**	**81**
US dollar	**–**	**–**	**24**	**24**
Other	**–**	**–**	**–**	**–**
Total	**1,693**	**–**	**1,513**	**3,206**

The total exposure at 31 December 2024 was:

Currency	Floating rate financial assets* £'000	Fixed rate financial assets £'000	Financial assets not carrying interest £'000	Total £'000
Sterling	12,704	17,740	1,474	31,918
Euro	17,920	43,110	1,483	62,513
Japanese yen	65	–	–	65
US dollar	10,541	106,367	2,245	119,153
Other	112	334	5	451
Total	41,342	167,551	5,207	214,100

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

12. Financial instruments *(continued)*

Interest rate risk (continued)

Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Financial liabilities not carrying interest £'000	Total £'000
Sterling	1,515	–	1,740	3,255
Euro	–	–	109	109
Japanese yen	38	–	–	38
US dollar	–	–	1,446	1,446
Other	–	–	18	18
Total	1,553	–	3,313	4,866

* 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.

13. Commitments and contingent liabilities

There were no other commitments or contingent liabilities as at 31 December 2025 (31.12.2024, £nil).

14. Board remuneration

The Board members receive no remuneration from the COIF Charity Funds.

15. Related party transactions

The Manager's annual management charge is paid to the Manager, a related party to the Fund. The amounts incurred in respect of these charges are disclosed in note 4. Please see note 1(e) for further information. An amount of £50,961 was due to the Manager at 31 December 2025 (31.12.2024, £48,653). There were no other transactions entered into with the Manager during the year (31.12.2024, £nil).

There is no individual investor holding more than 20% of the Fund.

At 31 December 2025, COIF Charities Investment Fund held 35.00% (31.12.2024, 34.46%) and COIF Ethical Investment Fund held 20.81% (31.12.2024 20.49%)of the value of the Fund.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

16. Portfolio transaction costs

For the year ended 31 December 2025

The purchases and sales of securities incurred no direct transaction costs during the year.

The Fund has paid £49,423 as commission on purchases and sales of derivatives transactions for the year ended 31.12.2025.

The average portfolio dealing spread, as at 31 December 2025 was 0.22%.

Unlike shares, the majority of other types of investments (such as bonds, money market instruments, derivatives) have no seperately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and market sentiment.

For the year ended 31 December 2024

The purchases and sales of securities incurred no direct transaction costs during the year.

The Fund has paid £33,850 as commission on purchases and sales of derivatives transactions for the year ended 31.12.2024.

The average portfolio dealing spread, as at 31 December 2024 was 0.24%.

Unlike shares, the majority of other types of investments (such as bonds, money market instruments, derivatives) have no seperately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and market sentiment.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

17. Unitholders' funds – reconciliation of Units

	31.12.2025 Income Units	31.12.2025 Accumulation Units
Opening number of Units at beginning of year	151,358,525	1,980,938
Units issued in year	1,856,573	297,121
Units cancelled in year	(4,297,529)	(356,330)
Closing number of Units at end of year	148,917,569	1,921,729

All Units carry the same rights.

18. 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.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2025

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

For the year ended 31 December 2025

Category	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	216	205,458	–	205,674
Investment liabilities	(34)	(97)	–	(131)
	182	205,361	–	205,543

For the year ended 31 December 2024

Category	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	1,625	202,937	–	204,562
Investment liabilities	(345)	(1,289)	–	(1,634)
	1,280	201,648	–	202,928

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

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 derivatives, fair value is the price that would be required to close out the contract at the balance sheet date.

DISTRIBUTION TABLES
for the year ended 31 December 2025

Period ended	Date payable/paid 2025	Date payable/paid 2024	Dividends payable/paid pence per Unit 2025	Dividends payable/paid pence per Unit 2024
Income Units				
31 March	**30 May**	31 May	**1.15**	0.77
30 June	**29 August**	31 August	**1.33**	0.89
30 September	**28 November**	30 November	**1.11**	0.80
31 December	**27 February**	28 February	**0.88**	1.06
			4.47	3.52

Period ended	Revenue accumulated pence per Unit 2025	Revenue accumulated pence per Unit 2024
Accumulation Units		
31 March	**8.43**	5.49
30 June	**9.88**	6.40
30 September	**8.62**	5.95
31 December	**6.93**	8.14
	33.86	25.98

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

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.

AIFMD DISCLOSURES

Manager Remuneration

The Manager has no employees, but delegates the performance of its services 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 year to 31 March 2025 was £26,857,152. A recharge of £36,649,000 was levied in the year to 31 March 2024.

The average number of full time equivalent staff of CCLA Investment Management Limited, including temporary staff, for the year ended 31 March 2025 was 185 (year ended 31 March 2024, 186).

During the year ended 31 December 2025 and the prior year, 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 to 31 December 2025		
	Fixed remuneration £'000	**Variable remuneration £'000**	**Total £'000**
Identified staff	**1,137**	**2,094**	**3,231**
Other staff	**17,753**	**7,469**	**25,222**
Total	**18,890**	**9,563**	**28,453**

	Year to 31 December 2024		
	Fixed remuneration £'000	Variable remuneration £'000	Total £'000
Identified staff	1,096	1,857	2,953
Other staff	17,947	6,994	24,941
Total	19,043	8,851	27,894

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

(Charity Registration No. 803610)

DIRECTORY

Board
N Morecroft, ASIP (Chair) –
resigned as of 19 February 2026
K Corrigan, FCCA
J Hobart, MA
A Richmond, MA (Hons) ASIP
K Shenton – Chair as of 19 February 2026
S Wiltshire – resigned as of 19 February 2026

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:
One Angel Lane
London
EC4R 3AB
Telephone: 0207 489 6000
Client Service:
Freephone: 0800 022 3505
Email: clientservices@ccla.co.uk
www.ccla.co.uk

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)
S Fuschillo (Executive Director) –
appointed as of 2 February 2026
J Singh (Executive Director) –
appointed as of 2 February 2026
D Sloper (Chief Executive Officer) –
resigned as of 2 February 2026
J Berens (Head of Client Relationships & Distribution) –
resigned as of 2 February 2026

Non-Executive Directors of the Manager
J Bailie (Chair)
N Mcleod-Clarke
R Fuller

Fund Manager
CCLA Investment Management Limited

Company Secretary
M Mochalska resigned on 2 February 2026
Jupiter Asset Management Limited appointed
on 2 February 2026

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

CCLA was founded in 1958 with the launch of the Church of England Investment Fund, enabling churches to pool their assets and have them professionally managed. We started managing investments for local authorities in 1961, followed by charities in 1963.

In 1987, with the introduction of new financial regulation, those churches, charities and local authorities founded CCLA Investment Management Limited.

Today, CCLA is one of the UK's largest managers of charity, faith and public sector investments, providing pooled and bespoke portfolios, and championing responsible investment.

We know that charities and not-for-profit organisations measure success not in profits, but in lives improved and futures secured. At CCLA, we are honoured to stand alongside them – helping to manage their investments and invest with purpose – so that their impact endures across generations.

CCLA

CCLA Fund Managers Limited
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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)

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

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