

The CBF Church of England Fixed Interest Securities Fund

Fund Fact Sheet – 30 September 2018

Investment objective

The Fund aims to provide investors with an income yield and a total return in excess of the benchmark.

Investment policy

The portfolio is an actively managed, diversified portfolio invested predominantly in sterling denominated fixed interest securities and will consist primarily of UK fixed interest securities but may also include other asset classes.

The Fund is managed in accordance with the policies of the Church of England’s Ethical Investment Advisory Group.

Suitability

The Fund is suitable for the long-term funds of any Church of England charity seeking an income by investing in UK bonds.

Who can invest?

Any charitable organisation with objects closely connected to the work of the Church of England.

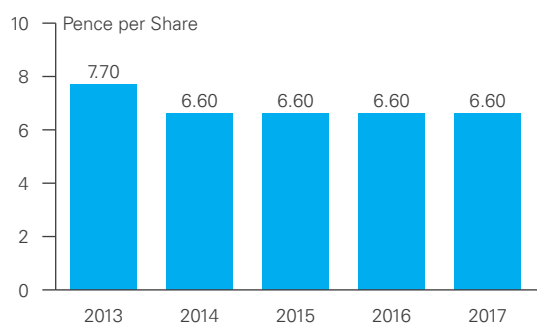
Ethical and responsible investment policy

CCLA supports the Church of England’s Ethical Investment Advisory Group (EIAG). EIAG policies are available at www.churchofengland.org/about/leadership-and-governance/ethical-investment-advisory-group/policies-and-reviews.

Income

Gross dividend yield	4.10%*
Gross redemption yield	1.62%**

Past distributions



The accounting period for the Fund changed in 2015 and is now aligned with calendar quarters

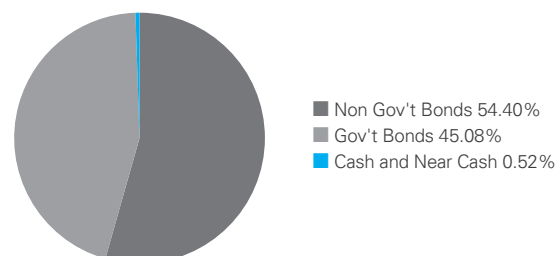
Fund update

The portfolio holds a diversified portfolio of high-quality fixed income securities and is structured to provide a consistent income payment over a medium-term horizon. We view the fixed income sector as over valued at current levels and, so, have in place a defensive strategy, reflected in a duration shorter than that of the benchmark, which should provide some support to values, if sector yields were to rise.

Cumulative total return from 30/09/08***



Asset allocation at 30 September 2018



* Based upon the net asset value and an estimated annual dividend of 6.60p.

** The gross redemption yield indicates what the total return would be if the Fund’s investments were held to maturity, in other words, the aggregate of gross interest received and the capital gain or loss at redemption, annualised.

*** Source: CCLA – Gross performance shown before management fees and other expenses; net returns will differ after the deduction of fees and other expenses. Please note that past performance is no guarantee of future returns.

Discrete year total return performance (gross)

12 months to 30 September	2018	2017	2016	2015	2014
The CBF Church of England Fixed Interest Sec. Fund	+1.08%	-1.69%	+13.14%	+6.23%	+6.35%
Benchmark	+0.38%	-1.96%	+13.65%	+6.51%	+6.77%

Annualised total return performance (gross)

Performance to 30 September 2018	1 year	3 years	5 years
The CBF Church of England Fixed Interest Sec. Fund	+1.08%	+3.98%	+4.90%
Benchmark	+0.38%	+3.80%	+4.93%

Benchmark – Composite: From 01.01.16 iBoxx £ Gilt 50% and iBoxx £ Non Gilt 50%. To 31.12.15 Barcap £ Gilt 50% and £ Agg 100mm Non Gilt 50%. Gross performance shown before management fees and other expenses with gross income reinvested: net returns will differ after the deduction of fees and other expenses. Past performance is no guarantee of future returns. Source: CCLA

Portfolio asset allocation at 30 September 2018

By credit rating		By term to maturity	
Rating category	% Fund	Period	% Fund
AAA	9.5	0 - 5 years	39.4
AA	50.6	5 - 10 years	22.4
A	12.9	10 - 15 years	16.9
BBB	18.2	Over 15 years	21.4
Non Investment grade	0.3	Duration (yrs)	7.2
Not rated (Debentures/Prefs)	8.4	Average term to maturity (yrs)	9.1
Number of holdings	64	Fund size	£42m

Key facts

	Income shares	Accumulation shares
Offer (buying) price	161.40p (xd)	552.74p
Mid-market price	160.98p (xd)	551.31p
Bid (selling) price	160.57p (xd)	549.87p
Launch date	February 1977	
Share types	Income/Accumulation	
Minimum initial investment	£1,000	
Minimum subsequent investment	Nil	
Dealing day	Every Tuesday*	
Sedol numbers	0183020 Inc, 0159195 Acc	
ISIN numbers	GB0001830206 Inc, GB0001591956 Acc	
Dividend payment dates	End February, May, August & November	
Annual management charge (taken 100% from income)	0.22%	

* Dealing instructions must be received by 5pm on the business day preceding the dealing day. If Tuesday is a bank holiday, the dealing day will be the previous working day.

Risk Warning

This document is a financial promotion and is issued for information purposes only. It does not constitute the provision of financial, investment or other professional advice. CCLA have not considered the suitability of this investment against your individual needs and risk tolerance. To ensure you understand whether our product is suitable, please read the Fund Factsheet document and the Scheme Particulars. We strongly recommend you seek independent professional advice prior to investing. Investors should consider the following risk factors identified as specific to the Fund before investing: Market Risk (investment value affected by market conditions), Issuer/Credit Risk (issuer/financial institution may not pay), Liquidity Risk (investment in non-readily realisable assets), Interest Rate risk (changes to interest rate affecting income), Concentration Risk (need for diversification and suitability of investment), Operational Risk (general operational risks) and Business Risk (possibility of lower than anticipated profits). Please see the Fund Scheme Particulars for further details.

Disclosure

Investment in the Fund is only available to charitable trusts with objects closely connected with the work of the Church of England. Past performance is not an indicator of future performance. The value of investments and the income derived from them may fall as well as rise. Investors may not get back the amount originally invested and may lose money. Any forward-looking statements are based upon our current opinions, expectations and projections. We undertake no obligations to update or revise these. Actual results could differ materially from those anticipated. Investments in the Fund and the Fund itself are not covered by the Financial Services Compensation Scheme (FSCS). However, the Manager may pay fair compensation on eligible claims arising from its negligence or error in the management and administration of the Fund. The Fund is a Common Fund established under The Church Funds Investment Measure 1958 (as amended or replaced from time to time). The Fund is not a regulated Fund and is not recognised as an Alternative Investment Fund. CCLA Investment Management Limited (registered in England No. 2183088 at the office below) is authorised and regulated by the Financial Conduct Authority and is the manager of The CBF Church of England Funds. The CBF Funds Trustee Limited, is a Registered Charity No. 1116932 and is registered in England as a company limited by guarantee (No. 5957490). For information about how we obtain and use your personal data please see our Privacy Notice at <https://www.ccla.co.uk/our-policies/data-protection-privacy-notice>.