

**CCLA Public Sector
Investment Fund**
Interim Report and Financial Statements
Half Year ended 30 September 2016
(unaudited)

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(inside back cover)

*Collectively, these comprise the Authorised Corporate Director's Report.

Disability Discrimination Act 1995

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

Report of the Authorised Corporate Director for the half year ended 30 September 2016 (unaudited)

We are pleased to present the Interim Report and Financial Statements for the CCLA Public Sector Investment Fund ("the Company") for the half year ended 30 September 2016. The Company is an umbrella company which currently has one Sub-Fund, The Public Sector Deposit Fund ("the PSDF").

Shareholders are not liable for the debts of the Company. A shareholder is not liable to make any further payment to the Company after the purchase price of the shares has been paid.

The scheme property of the Company and the PSDF will normally be valued at 12 noon on each dealing day for the purpose of calculating the price at which shares in the Company may be issued, sold, repurchased or redeemed. The Authorised Corporate Director ("the ACD") reserves the right to revalue the Company or the PSDF at any time, if it considers it desirable to do so.

The PSDF is a Qualifying Money Market Fund ("a QMMF"); investors should note the restrictions set out in the Prospectus and that the investment objectives and policies must meet the conditions specified in the Financial Conduct Authority's ("FCA") definition of a QMMF.

The investment objective of the PSDF is to maximise the current income consistent with the preservation of principal and liquidity by investing in a diversified portfolio of high quality sterling denominated deposits and instruments. The primary objective is to maintain the net asset value of the fund at par (net of earnings).

Further details about the Company and the PSDF are contained in the Prospectus which is available from the ACD and are also available on the PSDF website, www.psdf.co.uk.

Authorised status

The PSDF is an open ended investment company with variable capital under Regulation 12 (authorisation) of the OEIC Regulations 2001. The Company was incorporated in England and Wales and is authorised and regulated by the FCA. The Company is classified as a UCITS Scheme constituting a QMMF which complies with the FCA's Collective Investment Schemes Sourcebook ("COLL").

Risk and reward profile

The PSDF's Synthetic Risk and Reward Indicator on a scale of 1 (lower) to 7 (higher) is 1. This is due to the objective of maintaining a constant asset value at par, and the low range and frequency of price movements (volatility) of the underlying investments that it targets. Please see our Key Investor Information Document for further information.

CCLA Investment Management Limited
Authorised Corporate Director
29 November 2016

Report of the Investment Manager

for the half year ended 30 September 2016 (unaudited)

Fund Review

The Fund's AAAmmf rating was affirmed on the 19 February 2016 by the credit rating agency, Fitch Ratings. The rating reflects the Fund's extremely strong capacity to achieve the investment objectives of preserving principal and providing shareholder liquidity through limiting credit, market and liquidity risk. The main drivers of the AAAmmf rating are the high credit quality of the portfolio, the limited range of invested security types and the Fund's highly conservative investment guidelines.

Responsible investment policy

We monitor our counterparties' Environmental, Social and Governance risk management on a regular basis and take action, if necessary. Our research process is based on the work of our Ethical and Responsible Investment team and their data providers.

Performance

Over the reporting period the Fund achieved a total return before management expenses of 0.25%; this was higher than the Fund's benchmark, the London Inter-Bank Sterling 7-Day Bid rate (7-day £ LIBID), which averaged 0.15%. There was a net inflow of £115.3 million over the period and the number of shares in issue as at 30 September 2016 was 292.5 million.

Market Review

In the lead up to the European Union referendum, market data releases reflected the fact that caution was being exercised within many sectors, with investment being delayed until after the outcome was known.

In response to the unexpected result, the Bank of England (BoE) acted as promised to support activity levels. The BoE's Monetary Policy Committee (MPC) voted to cut Official Bank Rate by a quarter of a percentage point to 0.25%, the first change since March 2009. The quantitative easing programme was restarted, with a target of £60bn of gilt purchases (on the completion of which the Bank will own over a third of the UK government bonds in issue) and additionally £10bn of UK targeted corporate bond issues. There is also an initiative to help the banking sector pass on the full benefit of lower borrowing costs to consumers. Since the rate cut announcement, the Governor of the BoE, Mark Carney, had consistently commented that he expects a further reduction of Official Bank Rate, before the year end, to take rates to their "lower bound" just above 0%. However, this bias was entirely abandoned following the publication of the November Quarterly Inflation Report. The Governor went on to say the Committee was now in a neutral stance "policy can respond in either direction, to changes in the economic outlook".

Inflation, as measured by the UK Consumer Price Index (CPI), has shown steady increases over the past six months. The gradual rise in food and fuel prices, further exacerbated by the fall in Sterling, has increased the expectation that CPI will exceed the inflation target early in the New Year, and possibly go above 3.0% in the second half of 2017.

Report of the Investment Manager

for the half year ended 30 September 2016 (unaudited)

Forecasts prior to the referendum suggested that the UK economy would experience an immediate and sharp contraction if there was a leave vote. Data releases since the vote, such as the monthly Purchasing Manager's Surveys and unemployment levels, have shown that these forecasts were incorrect. Instead a hiatus in activity over the vote has been followed by a degree of normalisation. Commentators point to falls in Sterling improving the competitive position of exports, and also the impact of the BoE's stimulus package.

At the start of the Conservative Party conference, Theresa May confirmed she wished to trigger Article 50 before the end of March 2017, which will set in motion the two-year process of leaving the European Union. Attention has now shifted to how much fiscal stimulus her government will commit to supporting the economy; however, any such action is heavily constrained by the UK's financial position which is difficult now, and which will deteriorate further, if growth weakens, as is currently expected.

Outlook

Over the coming year, the spotlight will turn to the UK's exit negotiations with the EU. Close attention will be given to remarks by senior diplomats, especially those linked to the French and German governments, to gain an insight into the barriers to trade which will exist in a post 'Brexit' world. Should unfavourable trade agreements materialise, we are likely to see further falls in sterling and additional inflationary pressures. Despite this, the MPC has judged it appropriate to accommodate a period of above-target inflation to help keep growth on track, and will closely monitor demand and exchange rates to determine whether additional easing or tightening of monetary policy will be required.

CCLA Investment Management
29 November 2016

Statement of Depositary Responsibilities and Report of the Depositary

for the half year ended 30 September 2016 (unaudited)

Depositary Responsibilities

The depositary is responsible for the safekeeping of all of the property of the Company (other than tangible moveable property) which is entrusted to it and for the collection of income that arises from that property.

It is the duty of the depositary to take reasonable care to ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Scheme Sourcebook ("The Sourcebook"), the Open-Ended Investment Companies Regulations 2001 (SI2001/1228) (the OEIC Regulations), the Company's Instrument of Incorporation and Prospectus, in relation to the pricing of, and dealings in, shares in the Company; the application of income of the company; and the investment and borrowing powers applicable to the Company.

Report of the Depositary

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

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's income in accordance with the Sourcebook and, where applicable, the OEIC Regulations, the Instrument of Incorporation and Prospectus of the Company; and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

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

HSBC Bank plc
Trustee and Depositary Services
8 Canada Square
London E14 5HQ
HSBC Bank plc is authorised and regulated by
the Financial Conduct Authority
29 November 2016

Responsibilities of and certification of the financial statements by the Authorised Corporate Director

The ACD is responsible for managing and administering the Company's affairs in accordance with the Regulations. Under the terms of the ACD Agreement, the ACD is to provide investment management, administrative, accounting, company secretarial and registrar services to the Company.

The ACD is required to prepare Financial Statements for each accounting period which give a true and fair view of the financial affairs of the Company, its net revenue or expenditure and the net gains or losses on the property of the Company for the period.

In preparing the financial statements, the ACD is required to:

- select suitable accounting policies that are appropriate for the PSDF and apply them on a consistent basis;
- comply with the Instrument of Incorporation and the disclosure requirements of the Statement of Recommended Practice: "Financial Statements of Authorised Funds" ("SORP"), issued by The Investment Association in May 2014;
- follow United Kingdom Generally Accepted Accounting Practices (UK accounting standards and applicable law);
- make judgements and estimates that are reasonable and prudent;
- keep proper accounting records which enable it to demonstrate that the Company complies with the Regulations; and

- prepare the Financial Statements on the going concern basis, unless it is inappropriate to presume that the PSDF will continue in operation.

The Financial Statements should comply with the disclosure requirements of the FCA's (Open-Ended Investment Companies) Regulations 2001, which should then comply with COLL and any relevant provisions of the Company's Instrument of Incorporation.

The ACD is responsible for maintaining proper books of accounts which disclose, with reasonable accuracy at any time, the financial position of the Company. The ACD is responsible for maintaining an appropriate system of internal controls and for taking all reasonable steps for the prevention and detection of fraud and other irregularities.

Certification of accounts by the ACD

This report is certified in accordance with the requirements of the FCA's COLL and was approved for publication on 29 November 2016 by the ACD.

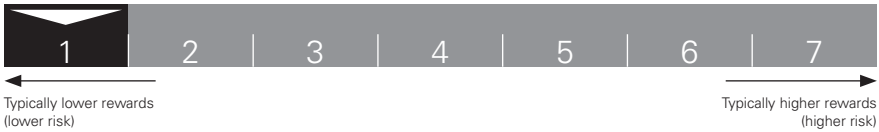
A McMillan
Director
29 November 2016

M Quicke
Director
29 November 2016

The Public Sector Deposit Fund

Risk and reward profile

The risk and reward indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank, the greater the potential reward, but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Funds. The shaded area in the table below shows the Fund's ranking on the risk and reward indicator.



The Fund is ranked 1 based upon the history of returns for funds of this type. Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases.

For further risk information please see the Prospectus, available on the Manager's website at www.psdof.co.uk.

The Public Sector Deposit Fund

Comparative table

Change in net assets per share

	Share Class 1 – Income			
	6 months	Year ended	Year ended	Year ended
	ended 30.09.2016	31.03.2016	31.03.2015	31.03.2014
	£ per share	£ per share	£ per share	£ per share
Opening net asset value per share	1.0000	1.0000	1.0000	1.0000
Return before operating charges*	0.0025	0.0053	0.0051	0.0048
Operating charges	(0.0001)	(0.0003)	(0.0004)	(0.0004)
Return after operating charges*	0.0024	0.0050	0.0047	0.0044
Distributions on income shares	(0.0024)	(0.0050)	(0.0047)	(0.0044)
Closing net asset value per share	1.0000	1.0000	1.0000	1.0000
* after direct transaction costs of:	–	–	–	–

Performance

Return after charges	0.24%	0.50%	0.47%	0.44%
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Other information

Closing net asset value (£'000)	65,500	31,793	40,175	34,471
Closing number of shares (in thousands)	65,500	31,793	40,175	34,471
Operating charges**	0.02%	0.03%	0.04%	0.04%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%

Prices (pence per share)

Highest share price (offer)	1.00	1.00	1.00	1.00
Lowest share price (bid)	1.00	1.00	1.00	1.00

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

**Operating charges comprise the ACD's periodic charge and other expenses. The percentages above reflect the annualised charges divided by average net assets for the period/year.

The Public Sector Deposit Fund

Comparative table

Change in net assets per share (continued)

	Share Class 2 – Income			
	6 months ended 30.09.2016	Year ended 31.03.2016	Year ended 31.03.2015	Year ended 31.03.2014
	£ per share	£ per share	£ per share	£ per share
Opening net asset value per share	1.0000	1.0000	1.0000	1.0000
Return before operating charges*	0.0021	0.0053	0.0051	0.0048
Operating charges	(0.0008)	(0.0023)	(0.0024)	(0.0024)
Return after operating charges*	0.0013	0.0030	0.0027	0.0024
Distributions on income shares	(0.0013)	(0.0030)	(0.0027)	(0.0024)
Net asset value transferred to Share Class 1**	(1.0000)	–	–	–
Closing net asset value per share	–	1.0000	1.0000	1.0000

* after direct transaction costs of:

– – – –

**On 15 August 2016 all shares were transferred to Share Class 1. The return after operating charges is for the the period from 1 April 2016 to 15 August 2016.

Performance

Return after charges	0.13%	0.30%	0.27%	0.24%
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Other information

Closing net asset value (£'000)	–	25	200	200
Closing number of shares (in thousands)	–	25	200	200
Operating charges***	0.20%	0.23%	0.24%	0.24%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%

Prices (pence per share)

Highest share price (offer)	1.00	1.00	1.00	1.00
Lowest share price (bid)	1.00	1.00	1.00	1.00

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

*** Operating charges comprise the ACD's periodic charge and other expenses. The percentages above reflect the annualised charges divided by average net assets for the period/year.

The Public Sector Deposit Fund

Comparative table

Change in net assets per share (continued)

	Share Class 3 – Income			
	6 months ended 30.09.2016	Year ended 31.03.2016	Year ended 31.03.2015	Year ended 31.03.2014
	£ per share	£ per share	£ per share	£ per share
Opening net asset value per share	1.0000	1.0000	1.0000	1.0000
Return before operating charges*	0.0020	0.0053	0.0051	0.0048
Operating charges	(0.0006)	(0.0018)	(0.0019)	(0.0019)
Return after operating charges*	0.0014	0.0035	0.0032	0.0029
Distributions on income shares	(0.0014)	(0.0035)	(0.0032)	(0.0029)
Net asset value transferred to Share Class 1**	(1.0000)	–	–	–
Closing net asset value per share	–	1.0000	1.0000	1.0000

* after direct transaction costs of: – – – –

**On 15 August 2016 all shares were transferred to Share Class 1. The return after operating charges is for the the period from 1 April 2016 to 15 August 2016.

Performance

Return after charges	0.14%	0.35%	0.32%	0.29%
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Other information

Closing net asset value (£'000)	–	25	300	300
Closing number of shares (in thousands)	–	25	300	300
Operating charges***	0.15%	0.18%	0.19%	0.19%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%

Prices (pence per share)

Highest share price (offer)	1.00	1.00	1.00	1.00
Lowest share price (bid)	1.00	1.00	1.00	1.00

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

*** Operating charges comprise the ACD's periodic charge and other expenses. The percentages above reflect the annualised charges divided by average net assets for the period/year.

The Public Sector Deposit Fund

Comparative table

Change in net assets per share (continued)

	Share Class 4 – Income			
	6 months ended 30.09.2016 £ per share	Year ended 31.03.2016 £ per share	Year ended 31.03.2015 £ per share	Year ended 31.03.2014 £ per share
Opening net asset value per share	1.0000	1.0000	1.0000	1.0000
Return before operating charges*	0.0025	0.0053	0.0051	0.0048
Operating charges	(0.0004)	(0.0011)	(0.0014)	(0.0014)
Return after operating charges*	0.0021	0.0042	0.0037	0.0034
Distributions on income shares	(0.0021)	(0.0042)	(0.0037)	(0.0034)
Closing net asset value per share	1.0000	1.0000	1.0000	1.0000
* after direct transaction costs of:	–	–	–	–
Performance				
Return after charges	0.21%	0.42%	0.37%	0.34%
Other information				
Closing net asset value (£'000)	226,965	145,314	130,349	125,921
Closing number of shares (in thousands)	226,965	145,314	130,349	125,921
Operating charges**	0.08%	0.11%	0.14%	0.14%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%
Prices (pence per share)				
Highest share price (offer)	1.00	1.00	1.00	1.00
Lowest share price (bid)	1.00	1.00	1.00	1.00

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

** Operating charges comprise the ACD's periodic charge and other expenses. The percentages above reflect the annualised charges divided by average net assets for the period/year.

The Public Sector Deposit Fund

Comparative table

Change in net assets per share (continued)

	Share Class 5 – Income			
	6 months ended 30.09.2016 £ per share	Year ended 31.03.2016 £ per share	Year ended 31.03.2015 £ per share	Year ended 31.03.2014 £ per share
Opening net asset value per share	1.0000	1.0000	1.0000	1.0000
Return before operating charges*	0.0021	0.0053	0.0051	0.0048
Operating charges	(0.0008)	(0.0023)	(0.0024)	(0.0024)
Return after operating charges*	0.0013	0.0030	0.0027	0.0024
Distributions on income shares	(0.0013)	(0.0030)	(0.0027)	(0.0024)
Net asset value transferred to Share Class 1**	(1.0000)	–	–	–
Closing net asset value per share	–	1.0000	1.0000	1.0000

* after direct transaction costs of:

– – – –

**On 15 August 2016 all shares were transferred to Share Class 1. The return after operating charges is for the the period from 1 April 2016 to 15 August 2016.

Performance

Return after charges	0.13%	0.30%	0.27%	0.24%
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Other information

Closing net asset value (£'000)	–	25	100	100
Closing number of shares (in thousands)	–	25	100	100
Operating charges***	0.20%	0.23%	0.24%	0.24%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%

Prices (pence per share)

Highest share price (offer)	1.00	1.00	1.00	1.00
Lowest share price (bid)	1.00	1.00	1.00	1.00

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

*** Operating charges comprise the ACD's periodic charge and other expenses. The percentages above reflect the annualised charges divided by average net assets for the period/year.

The Public Sector Deposit Fund

Portfolio statement

at 30 September 2016 (unaudited)

	Holding £'000	Value £'000	% of total net assets
Certificates of Deposit – 58.7% (31.03.2016, 67.6%)			
Bank of Montreal	3,000	3,002	1.0
Bank of Montreal	2,000	2,000	0.8
Bank of Montreal	1,000	1,000	0.3
Bank of Montreal	2,500	2,500	0.9
BNP Paribas	1,000	1,000	0.3
BNP Paribas	6,000	6,000	2.1
BNP Paribas	5,000	5,000	1.7
Commonwealth Bank of Australia	5,000	5,000	1.7
Commonwealth Bank of Australia	1,000	1,000	0.3
Commonwealth Bank of Australia	2,000	2,000	0.8
Credit Agricole CIB	3,000	3,000	1.0
Credit Agricole CIB	2,000	2,000	0.8
Credit Agricole CIB	3,000	3,000	1.0
Credit Agricole CIB	4,000	4,000	1.4
Credit Industriel et Commercial	9,000	9,000	3.1
Credit Industriel et Commercial	2,000	2,000	0.8
Credit Industriel et Commercial	1,000	1,000	0.3
DZ Bank	1,000	1,000	0.3
DZ Bank	2,000	2,000	0.8
DZ Bank	5,000	5,000	1.7
DZ Bank	2,000	2,000	0.8
DZ Bank	1,000	1,000	0.3
ING Bank	11,500	11,500	3.8
Lloyds Bank	10,000	10,000	3.4
National Australia Bank	1,000	1,000	0.3
National Australia Bank	2,000	2,000	0.8
Nationwide Building Society	5,000	5,000	1.7
Nordea Bank	3,000	3,000	1.0
Nordea Bank	1,000	1,000	0.3
Nordea Bank	7,000	7,000	2.4
Rabobank	4,000	4,000	1.4
Rabobank	1,000	1,000	0.3
Rabobank	1,000	1,000	0.3
Rabobank	1,000	1,000	0.3
Rabobank	1,000	1,000	0.3
Rabobank	1,000	1,000	0.3
Rabobank	1,000	1,000	0.3
Santander UK	5,000	5,000	1.7
Skandinaviska Enskilda Banken	5,000	5,000	1.7
Skandinaviska Enskilda Banken	4,000	4,006	1.4

The Public Sector Deposit Fund

Portfolio statement

at 30 September 2016 (unaudited)

	Holding £'000	Value £'000	% of total net assets
Standard Chartered Bank	3,500	3,502	1.2
Standard Chartered Bank	2,000	2,000	0.8
Sumitomo Mitsui Banking Corporation Europe	5,000	5,000	1.7
Svenska Handelsbanken	3,000	3,000	1.0
Svenska Handelsbanken	1,000	1,000	0.3
Svenska Handelsbanken	6,000	6,000	2.1
Svenska Handelsbanken	1,000	1,000	0.3
Svenska Handelsbanken	1,000	1,000	0.3
Toronto Dominion Bank	1,000	1,000	0.3
Toronto Dominion Bank	1,000	1,000	0.3
Toronto Dominion Bank	1,000	1,000	0.3
Toronto Dominion Bank	2,000	2,000	0.8
Toronto Dominion Bank	1,000	1,000	0.3
Toronto Dominion Bank	1,000	1,000	0.3
Toronto Dominion Bank	1,000	1,000	0.3
Toronto Dominion Bank	1,000	1,000	0.3
Toronto Dominion Bank	2,000	2,000	0.8
Toronto Dominion Bank	1,000	1,000	0.3
United Overseas Bank	6,000	6,000	2.1
United Overseas Bank	3,000	3,000	1.0
Term Deposits – 28.7% (31.03.2015, 15.8%)			
Coventry Building Society	10,000	10,000	3.4
DBS Bank	9,000	9,000	3.1
DBS Bank	1,000	1,000	0.3
Landesbank Baden-Wuerttemberg	28,000	28,000	9.6
National Bank of Canada	10,000	10,000	3.4
Standard Chartered Bank	6,000	6,000	2.1
Sumitomo Mitsui Banking Corporation Europe	10,000	10,000	3.4
Sumitomo Mitsui Banking Corporation Europe	10,000	10,000	3.4
Call Accounts – 11.3% (31.03.2015, 11.0%)			
Lloyds Bank	10,154	10,154	3.4
Santander UK	23,000	23,000	7.9
INVESTMENT ASSETS		288,664	98.7
NET OTHER ASSETS		3,801	1.3
TOTAL NET ASSETS		292,465	100.0

The Public Sector Deposit Fund

Statement of total return

for the half year ended 30 September 2016 (unaudited)

	30.09.2016		30.09.2015	
	£'000	£'000	£'000	£'000
Income				
Net capital gains/(losses)		–		–
Revenue	641		457	
Expenses	(88)		(103)	
Net revenue before taxation	553		354	
Taxation	–		–	
Net revenue after taxation		553		354
Total return before distributions		553		354
Distributions		(553)		(361)
Change in net assets attributable to shareholders from investment activities		–		(7)

Statement of change in net assets attributable to shareholders

for the half year ended 30 September 2016 (unaudited)

	30.09.2016		30.09.2015	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		177,183		171,132
Amounts receivable on issue of shares	379,709		323,231	
Amounts payable on cancellation of shares	(264,427)		(350,338)	
		115,282		(27,107)
Change in net assets attributable to shareholders from investment activities		–		(7)
Closing net assets attributable to shareholders		292,465		144,018

The note on page 18 and distribution table on page 19 form part of these financial statements.

The above statement shows the comparative closing net assets at 30 September 2015, whereas the opening net assets for the current accounting period commenced on 1 April 2016.

The Public Sector Deposit Fund

Balance sheet

at 30 September 2016 (unaudited)

	30.09.2016		31.03.2016	
	£'000	£'000	£'000	£'000
ASSETS				
Fixed assets:				
Investments		288,664		167,280
Current assets:				
Debtors	265		242	
Cash and bank balances	3,637		9,756	
Total current assets		3,902		9,998
Total assets		292,566		177,278
LIABILITIES				
Creditors				
Other creditors	22		20	
Distribution payable	79		75	
Total creditors		101		95
Total liabilities		101		95
Net assets attributable to shareholders		292,465		177,183

The note on page 18 and distribution table on page 19 form part of these financial statements.

The Public Sector Deposit Fund

Notes to the financial statements

for the half year ended 30 September 2016 (unaudited)

1. Accounting policies

Basis of preparation

The financial statements of the Company which comprise the financial statements of its sub-fund have been prepared on a going concern basis, in compliance with UK GAAP including FRS 102 and in accordance with the Statement of Recommended Practice for Authorised Funds issued by The Investment Association in May 2014, the Scheme and the FCA's Collective Investment Schemes Sourcebook (COLL). 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 changes in net assets.

Unless otherwise stated, all other accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2016 and are described in those financial statements.

The Public Sector Deposit Fund

Distribution table

for the half year ended 30 September 2016 (unaudited)

Period ended	Share Class 1 £	Share Class 2 £	Share Class 3 £	Share Class 4 £	Share Class 5 £	Total
April 2016	13,629	7	8	65,517	7	79,168
May 2016	20,738	8	9	79,674	8	100,437
June 2016	24,040	7	8	77,649	7	101,711
July 2016	25,399	7	8	72,239	7	97,660
August 2016	22,909	3	4	71,518	3	94,437
September 2016	20,035	–	–	59,264	–	79,299
	126,750	32	37	425,861	32	552,712

The PSDF accrues distributions on a daily basis and funds are paid out on a monthly basis on or around the first working day of the following month. Distributions are paid gross.

CCLA

The Public Sector Deposit Fund

The Advisory Board

The Advisory Board for the PSDF which was established by CCLA to represent the interests of depositors and the public sector as a whole held its last independent meeting on 21 January 2015. The activities of the Advisory Board have been merged with those of The Local Authorities' Mutual Investment Trust (LAMIT). The members of the Advisory Board attend the LAMIT meetings and the members of LAMIT have become members of the Advisory Board. The first combined meeting of LAMIT and the Advisory Board was held on 20 June 2016. The merged group will provide oversight and guidance and will monitor the management and development of the PSDF. LAMIT also acts as the trustee of The Local Authorities' Property Fund but members of LAMIT only have an advisory role in relation to the PSDF.

T Salmon	(Chairman from 20 June 2016)
P Clokie	(appointed 20 June 2016)
E Eyre	(appointed 20 June 2016)
P Findlow	(appointed 20 June 2016)
N Keats	(appointed 20 June 2016 resigned 21 September 2016)
R Kemp	(appointed 20 June 2016)
A Naylor	(appointed 20 June 2016)
S Pickup	(appointed 20 June 2016)
T Beattie	(appointed 21 September 2016)
S Timoney	(appointed 21 September 2016)
S Nolan	(appointed 21 September 2016)
J Turnbull	
L Webster	
R Whiteman	(resigned 21 September 2016)

Secretary

J Fox

Authorise Corporate Director ("the ACD"), Investment Manager and Registrar

CCLA Investment Management Limited
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Freephone: 0800 022 3505
Email: clientservices@ccla.co.uk
www.psdff.co.uk

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HSBC Securities Services (UK) Limited
1-2 Lochside Way
Edinburgh Park
Edinburgh EH12 9DT
*Authorised and regulated by
the Financial Conduct Authority*

Officers of the ACD

Directors responsible for PSDF

M Quicke (Chief Executive)
J Bevan (Chief Investment Officer)
A McMillan (Chief Operating Officer)
A Robinson (Director Market Development)

Fund Managers

S Freeman
R Evans

Company Secretary

J Fox

Head of Operational Risk, Internal Audit and Compliance

S Forrest

Head of Ethical and Responsible Investment

J Corah

Third Party Advisors

Depositary

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8 Canada Square
London E14 5HQ

Banker

HSBC Bank plc
8 Canada Square
London E14 5HQ

Legal Advisors

Farrer & Co LLP
66 Lincoln's Inn Fields
London WC2A 3LH

Independent Auditors

PricewaterhouseCoopers LLP
7 More London Riverside
London SE1 2RT



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