

# The CBF Church of England Short Duration Bond Fund

## Values-based restrictions

| Value alignment            | Further details               | Description  |
|----------------------------|-------------------------------|--|
| Adult entertainment        |                               | >3% revenue from production and/or distribution of adult entertainment   |
| Alcohol                    |                               | >10% revenue from production and/or retail of alcohol and related services   |
| Animal testing             |                               | Companies involved in animal testing without positive indicators (specific sectors)  |
| Armaments                  | Civilian firearms             | >10% revenue from civilian firearms production and/or retail (including key components)  |
|                            | Controversial weapons         | Production of landmines, cluster munitions, chemical or biological weapons (core weapons and components)   |
|                            | Military and defence industry | >10% revenue from the production of military weapons and equipment (core weapons, components, equipment/services) + the provision of key non-weapons related tailor-made products for the defence industry |
|                            | Nuclear weapons               | Production of nuclear weapons (core weapons and components)  |
| Breast milk substitutes    |                               | Does not meet CCLA's minimum standard using Access to Nutrition Initiative BMS/CF index scores   |
| Cannabis                   |                               | >10% revenue from production and/or retail of non-medicinal cannabis   |
| Climate change             | Coal                          | Companies which produce more than 10 million metric tons of coal or have plans to expand their coal production   |
|                            |                               | Companies expanding coal-fired power generation or primarily generating electricity without aligning with the Paris Climate Agreement (as defined by CCLA).  |
|                            | Oil and gas                   | >10% revenue from oil and gas extraction, refining or production   |
|                            | Oil/tar sands                 | >5% revenue from oil/tar sands extraction  |
|                            | Thermal coal                  | >5% revenue from thermal coal extraction   |
| Gambling                   |                               | >10% revenue from the operation of gambling establishments and the provision of key support services and products  |
| High interest rate lending |                               | >10% revenue from high interest rate lending   |
| Oppressive regimes         |                               | The fund will not purchase sovereign debt issued by countries identified as being among the world's most oppressive*   |
| Sanctity of life           |                               | Production of single-use abortifacients  |
| Tobacco                    |                               | Production of tobacco  |
|                            |                               | >5% revenue from retail of tobacco and related services  |

## Minimum ESG risk restrictions

| <b>Criteria</b>               | <b>Description</b>  |
|-------------------------------|---|
| Minimum ESG risk restrictions | Hermes Investment Management Limited has been appointed by CCLA as the investment manager of the CBF Church of England Short Duration Bond Fund. The fund adopts Hermes Investment Management Limited's approach to managing and integrating ESG risks, corporate governance and controversies. |

\*See [Approach to sovereign debt](#). Further details of restrictions can be found in the fund [scheme information](#).