

THE CBF CHURCH OF ENGLAND
SHORT DURATION BOND FUND
INTERIM REPORT AND
UNAUDITED FINANCIAL STATEMENTS

Half year ended 30 June 2024

CCLA

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*Collectively, these comprise the Manager's Report.

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 Interim Report and Unaudited Financial Statements are available in large print and audio formats.

REPORT OF THE TRUSTEE**for the half year ended 30 June 2024 (unaudited)**

On behalf of the Trustee, I have pleasure in presenting the Interim Report and Unaudited Financial Statements of The CBF Church of England Short Duration Bond Fund (the “Fund”), which includes a separate report from CCLA Investment Management Limited (the “Manager”) as Manager of the Fund. The Manager is authorised and regulated by the Financial Conduct Authority (“FCA”).

Structure and management of the Fund

The Fund is an investment fund, administered as a common fund and is established under the Church Funds Investment Measure 1958, as amended by the Church of England (Miscellaneous Provisions) Measure 1995, the Church of England (Miscellaneous Provisions) Measure 2000, the Church of England (Miscellaneous Provisions) Measure 2006, the Church of England (Miscellaneous Provisions) Measure 2010 (together the “Measure”) and the Trustee Act 2000. The Fund was formed in 1977. The Fund is not a collective investment scheme within the meaning of the Financial Services and Markets Act 2000 (“FSMA”) as amended or changed from time to time.

CBF Funds Trustee Limited (the “Trustee”) is the Trustee and Operator of the Fund. The Trustee is a company incorporated under the Companies Act 1985 (now Companies Act 2006). It is a registered charity (No. 1116932) and is incorporated in England and Wales as a company limited by guarantee.

The Manager has been appointed by the Trustee pursuant to the investment management agreement dated September 2008 to provide discretionary investment management services as well as administrative and registration services under the investment management agreement.

Under the provisions of FSMA, the Trustee is not considered to be operating the Fund “by way of business”. Consequently, it is not required to be authorised or regulated by the FCA and its members are not required to be approved by the FCA for this purpose.

As the Fund is structured as an unregulated fund, investments in the Fund are not covered by the Financial Services Compensation Scheme.

Charitable status

The Fund is entitled to charitable status by virtue of section 99(4) of the Charities Act 2011. In the administration of the Fund, the Trustee is exempt from the jurisdiction of the Charity Commission by virtue of section 5(1) of the Church Funds Investment Measure 1958.

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.

REPORT OF THE TRUSTEE**for the half year ended 30 June 2024 (unaudited)****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, 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 the Manager/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 Manager or 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.

REPORT OF THE TRUSTEE**for the half year ended 30 June 2024 (unaudited)**

- 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 the Manager 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.

The Fund is managed in accordance with our ethical investment exclusions policy which is set out in further detail at www.ccla.co.uk.

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.

Target investors

The Fund is intended for eligible charity investors, with at least a basic knowledge of relevant financial instruments, which are affiliated with the Church of England and 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 Trustee is ultimately responsible for The CBF Church of England Funds and receives reports on the published financial statements. The Trustee holds at least four meetings each year and monitors the investment, property and cash management, administration, registration and company secretarial services provided by the Manager under the investment management agreement. The Trustee has appointed an audit committee to review the financial statements of the Fund and to receive and consider regular reports from the Manager on the management and administration of the Fund. The Trustee has appointed the custodian to hold the securities of the Fund in specially designated accounts in safe custody.

REPORT OF THE TRUSTEE**for the half year ended 30 June 2024 (unaudited)****Delegation of functions**

Following its regular meetings and consideration of the reports and papers it has received, the Trustee is satisfied that the Manager, to whom it has delegated the administration and management of the Fund, has complied with the terms of the Church Funds Investment Measure 1958 and with the investment management agreement.

Controls and risk management

The Trustee receives and considers regular reports from the Manager. Ad hoc reports and information are supplied as required.

The Trustee has appointed HSBC Bank plc Trustee and Depositary Services to oversee the Manager in respect of its activities related to the management, oversight, supervision and administration of the Fund, including the custody and safekeeping of the property of the Fund. HSBC Bank plc Trustee and Depositary Services also provide semi-annual reviews to the Trustee. This oversight provides an additional layer of comfort for Shareholders.

The Manager 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 the Manager on a continuing basis.

At its periodic audit committee meetings, the Trustee receives a report from the Chief Risk Officer of the Manager which covers the following areas amongst others:

- breaches and complaints recorded on the Fund during the reporting period;
- compliance monitoring reviews relevant to the Fund during the reporting period;
- a summary of the internal audit reviews carried out during the reporting period and any significant findings;
- an enterprise risk report which outlines any operational risk events which impacted the Fund; and
- an investment risk report on the Fund with relevant metrics as at the last month end prior to the audit committee meeting.

REPORT OF THE TRUSTEE**for the half year ended 30 June 2024 (unaudited)****Possible future developments**

The Manager is currently considering the launch of a Charity 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. Any such change of structure would be subject to investor consultation and Trustee approval. Should this be approved, on completion of the transfer, The CBF Church of England Short Duration Bond Fund would cease operations and be wound up, with the investors’ existing holdings in The CBF Church of England Short Duration Bond Fund being replaced with their equivalent in the new CAIF fund. This change in structure is expected to result in savings on at least VAT to the end investor and increased regulatory protection for holders of the fund.

The Archbishops’ Council supported the draft legislation that went to Synod, enabling the future conversion of the funds; however, the timetable is still to be determined following the completion of Trustee approvals.

Because the final decision on this transfer is still in progress, it is not possible to say with certainty that The CBF Church of England Short Duration Bond Fund will be operational in the foreseeable future, albeit it that in that event, it will be replaced by the new CAIF ensuring continuity for investors. We, therefore, have to consider that it is possible that the fund in its current form is not a going concern over the longer term. To be viewed as a going concern, the Trustees must have reasonable certainty that the fund will be continuing to operate for the foreseeable future (considered to be a period of at least 12 months from the end of the reporting period). In the event that the decision is taken not to make the changes the fund is expected to continue to operate as it does now, and hence continue as a going concern.

Going Concern

Notwithstanding the material uncertainty explained above, the Trustee, having made appropriate enquiries and considered the ability of the Fund to meet its ongoing liabilities, has concluded that it remains appropriate to continue to prepare the financial statements on a going concern basis. In reaching this conclusion, the Trustee has considered that the proposal is contingent on investor consultation and Trustee approval and that the Fund remains a going concern in all other regards.

A Brookes, Chair
CBF Funds Trustee Limited
16 September 2024

REPORT OF THE INVESTMENT MANAGER for the half year ended 30 June 2024 (unaudited)

Strategy

The Fund uses a wide range of fixed and floating rate debt and/or debt related instruments and risk management techniques to pursue a target return of cash plus 1.75% p.a. (net of fees and expenses) over a rolling 3-year period. There is a focus on generating returns from credit risk, meaning that the manager aims to identify

individual bonds which will deliver good returns relative to the level of risk associated with a particular borrower at the corporate level. Conversely there is 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. Currency risk is minimised.

Annualised total capital and income return

To 30 June 2024	Six months %	1 year %	5 years % p.a.	10 years % p.a.
Performance against benchmark (after expenses)				
CBF Church of England Short Duration Bond Fund				
Income shares*	2.08	7.49	0.42	2.70
Accumulation shares*	2.08	7.49	0.43	2.71
Target benchmark [#]	3.43	7.00	0.93	3.25
Consumer Price Index (CPI)	1.44	1.98	4.44	2.96

[#] Target benchmark – Composite: From 27 July 2022, the target benchmark is the Sterling Overnight Index Average plus 1.75% a year. Before 27 July 2022, the target benchmark was 50% Markit iBoxx £ Gilts Index and 50% Markit iBoxx £ Non Gilts Index.

* Mid to mid plus income re-invested.

Past performance is not a reliable indicator of future results.

Source: CCLA, Bloomberg and HSBC.

REPORT OF THE INVESTMENT MANAGER for the half year ended 30 June 2024 (unaudited)

As at 30 June 2024 approximately 56% of the portfolio was in corporate bonds, predominantly investment grade but with a smaller allocation to high yield bonds, while 40% was in overseas government bonds (principally US treasuries) and 1.5% in UK government bonds; the remainder was in cash and derivatives. The portfolio duration, a measure of exposure to interest rate risk, was 1.8 years.

At 30 June 2024 the gross redemption yield (yield to maturity) was 5.5%. The gross redemption yield indicates what the total return would be if the fund's investments were held to maturity, being the aggregate of gross interest received and the capital gain or loss at redemption, annualised. The distribution yield, meanwhile, was 2.4%.

Performance

Over the period under review the Fund achieved a return after expenses of 2.0%. This compares with a return of 3.4% on the benchmark. The Fund is actively managed and it is common for performance to be either above or below that of the benchmark over any given reporting period.

For the Fund's holdings in individual corporate bonds the emphasis remains on high quality businesses whose progress is not dependent on wider economic growth. At the sector level, bonds issued by retail and automotive businesses were among the most positive contributors to the fund's performance relative to the

benchmark, while healthcare fared less well. Although the fund has only limited exposure to market-level interest rate risk, the shift in expectations for the timing and pace of rate cuts put downward pressure on bond prices and hence was a negative for the fund's returns compared to the benchmark return, which is linked to cash interest rates. The policy of hedging against the effects of currency movement, also detracted from relative returns over the latest quarter.

Market review

Bond markets in general slipped back over the period under review as expectations for the progress of interest rate reductions became less optimistic. Bond prices move inversely to yields, so the prospect of interest rates remaining 'higher for longer' means lower valuations for bond portfolios. This is especially true of the lowest-risk end of the market, government bonds, where price movement is driven almost entirely by changing interest rate expectations. The Bloomberg Barclays Gilts index for UK government bonds gave total returns of -2.9% over the first half of 2024 while the broad corporate bond sector did slightly better at -0.2%. In contrast the riskiest, 'sub-investment grade' part of the market as measured by the Bloomberg Barclays £ High Yield ex Financials index, provided positive returns of 3.9%. With its limited appetite for risk, the fund has little exposure to these high-yield or 'junk' bonds.

REPORT OF THE INVESTMENT MANAGER for the half year ended 30 June 2024 (unaudited)

Outlook

The peak of the interest rate cycle is widely assumed to be behind us now that consumer price inflation has largely returned to levels at or approaching official targets. Indeed one of the leading central banks, the ECB, had made a modest first reduction in its policy interest rate by the end of the period under review, as had Canada. However central bankers are wary of committing to policy easing moves in advance for fear of encouraging a resurgence in demand which, so long as the supply of labour remains tight by historical standards, would risk reigniting inflation.

Investors will therefore remain sensitive to emerging economic data and commentary from monetary policy makers. Although interest rates are expected to fall in due course, the pace and timing of these policy moves is uncertain and in any event we should not anticipate a return to the pre-pandemic conditions of very low inflation and interest rates.

For bond investors, an environment of relatively high yields, especially when the expectation is that yields will decline going forwards, presents some attractive opportunities. However the finances of some corporate bond issuers are likely to come under pressure, especially if borrowing rates remain 'higher for longer'. A selective approach focused on good quality issuers who are less dependent on strength in the general economic climate in order to prosper can be expected to benefit investors.

CCLA Investment Management Limited
16 September 2024

REPORT OF THE INVESTMENT MANAGER
for the half year ended 30 June 2024 (unaudited)

Top ten changes in portfolio composition

	Cost £'000		Proceeds £'000
Purchases:		Sales:	
US Treasury 0% 2024	11,382	US Treasury 0% 2024	13,392
US Treasury NoteBond 0.375% 2024	8,084	US Treasury 0.25% 2024	12,627
UK Treasury 2.75% 2024	804	Atlas Funding 2021-1 FRN 2058	748
Government of New Zealand 3.5% 2033	761	UK Treasury 1% 2024	710
US Treasury 1.875% 2024	745	Koninklijke 5.75% 2029	523
Siemens Financieringsmaatschappij 1.7% 2028	635	Volvo Car 2.125% 2024	299
HP 3% 2027	445	PVH Corporation 3.625% 2024	258
Koninklijke 3.875% 2036	426	Hops Hill No 1 FRN 2054	250
SIG Combibloc PurchaseCo 2.125% 2025	377	Telia 2.75% VRN 2083	239
Nokia 4.375% 2031	369	Veolia Environnement 2.5% VRN Perpetual	231

When a stock has both purchases and sales in the reporting period, 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 Shares 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 Shares 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 dealing day.

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.

Investments in the Fund are not covered by the Financial Services Compensation Scheme.

SUSTAINABILITY APPROACH

to the Shareholders of The CBF Church of England Short Duration Bond Fund

The Ethical Investment Advisory Group and Faith Consistent Investment Policy

The Fund is managed in line with a Faith Consistent Investment Policy, developed by the Manager, to meet shareholders' desire to invest in a way that reflects Christian and Anglican teachings and is grounded in the advice produced by the Church of England's Ethical Investment Advisory Group. Implementing these policies includes a number of restrictions that apply to the Fund. A full list of restriction can be found at <https://www.ccla.co.uk/about-us/policies-and-reports/policies/short-duration-bond-fund-policy>.

Stewardship

The Manager is a signatory to the United Nations Principles for Responsible Investment (PRI) and is a member of CDP (formerly the Carbon Disclosure Project), the Institutional Investors Group on Climate Change (IIGCC) and UK Sustainable Investment and Finance Association (UKSIF).

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.

CCLA produces a TCFD Product Report for each fund it manages, which are consistent with the recommendations issued by the Task Force on Climate-related Financial Disclosures (TCFD). The TCFD Product Reports are designed to help you understand how the Fund is exposed to climate-related risks.

These reports are available on the relevant fund page at www.ccla.co.uk/investments.

The EIAG was established in 1994 and includes representation from The Church Commissioners, The CBF Church of England Funds, the Church of England Pensions Board and up to seven independent members who are appointed by a dedicated Nominations Committee. It is currently

Chaired by Barbara Ridpath who took over from the Right Reverend David Walker, The Bishop of Manchester, on the 8 July 2020. More information about the EIAG is available at www.churchofengland.org/eiag.

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 CBF Church of England Short Duration Bond Fund as 3 out of 7, which is a medium-low risk class. This rates the potential losses from future performance at a medium-low level and poor market conditions are unlikely to impact the Manager's capacity to pay you. This classification is not guaranteed and may change over time and may not be a reliable indication of the future risk profile of the Fund. The lowest category does not mean risk free.

The summary risk indicator assumes investment in the Fund for the Recommended Holding Period of three 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 Information document available on CCLA's website or by request.

COMPARATIVE TABLE

Change in net assets per Share

	Half year to 30.06.2024 pence per Share	Income Shares		Year to 31.12.2021 pence per Share
		Year to 31.12.2023 pence per Share	Year to 31.12.2022 pence per Share	
Opening net asset value per Share	144.23	136.68	157.99	169.10
Return before operating charges*	3.63	11.10	(17.05)	(6.32)
Operating charges**	(0.24)	(0.45)	(0.53)	(0.59)
Return after operating charges*	3.39	10.65	(17.58)	(6.91)
Distributions on Income Shares	(1.97)	(3.10)	(3.73)	(4.20)
Closing net asset value per Share	145.65	144.23	136.68	157.99
* after direct transaction costs of:	–	–	–	–

Performance

Return after charges	2.35%	7.79%	(11.13%)	(4.09%)
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Other information

Closing net asset value (£'000)	68,477	68,114	25,717	32,070
Closing number of Shares	47,014,177	47,224,854	18,816,312	20,298,701
Operating charges**	0.33%	0.32%	0.37%	0.36%
Direct transaction costs	–	–	–	–

Prices (pence per Share)

Highest Share price (offer)	146.83	145.50	157.65	170.31
Lowest Share price (bid)	144.19	136.86	132.51	156.28

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. Operating charges exclude any management fee rebates on investments in CCLA funds and other securities. Management fee rebates fully or partially offset charges incurred within the valuation of each of these underlying investments. The percentages above reflect these charges divided by average net assets for the period.

COMPARATIVE TABLE

Change in net assets per Share

	Accumulation Shares			
	Half year to 30.06.2024 pence per Share	Year to 31.12.2023 pence per Share	Year to 31.12.2022 pence per Share	Year to 31.12.2021 pence per Share
Opening net asset value per Share	577.21	535.09	602.32	628.00
Return before operating charges*	14.55	43.91	(65.21)	(23.45)
Operating charges**	(0.95)	(1.79)	(2.02)	(2.23)
Return after operating charges*	13.60	42.12	(67.23)	(25.68)
Distributions on Accumulation Shares	(7.68)	(12.15)	(15.02)	(16.35)
Retained distributions on Accumulation Shares	7.68	12.15	15.02	16.35
Closing net asset value per Share	590.81	577.21	535.09	602.32
* after direct transaction costs of:	0.02	0.02	0.01	–
Performance				
Return after charges	2.36%	7.87%	(11.16%)	(4.09%)
Other information				
Closing net asset value (£'000)	1,754	1,743	1,556	1,500
Closing number of Shares	296,850	301,990	290,790	248,981
Operating charges**	0.33%	0.32%	0.37%	0.36%
Direct transaction costs	–	–	–	–
Prices (pence per Share)				
Highest Share price (offer)	591.32	579.27	601.02	632.51
Lowest Share price (bid)	577.03	535.82	515.64	591.86

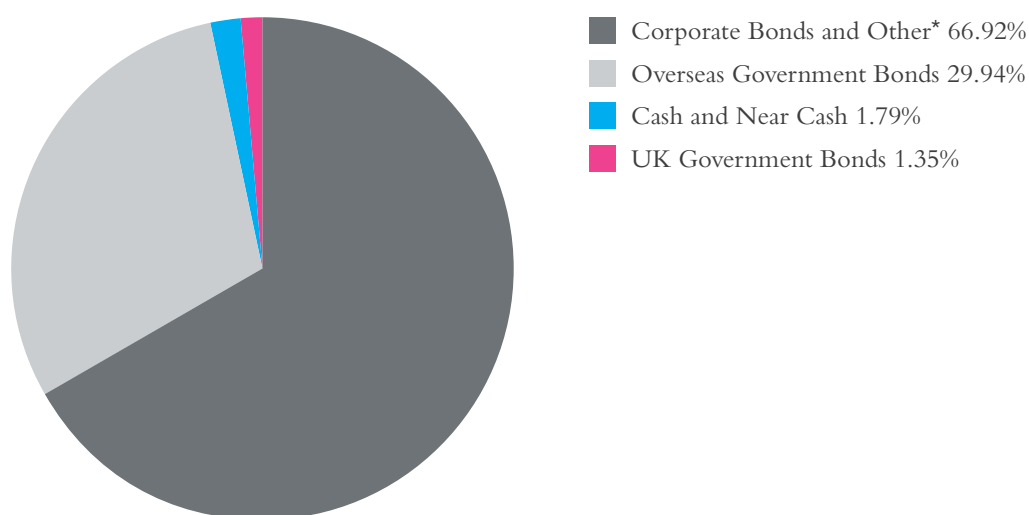
The return after charges has been calculated in accordance with the Statement of Recommended Practice for UK Authorised Funds' (SORP) prescribed calculation methodology. This is for financial statement reporting purposes only and may differ from the Fund's performance disclosed in the Report of the Investment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

** Operating charges comprise the Manager's annual management charge and other expenses, including VAT. Operating charges exclude any management fee rebates on investments in CCLA funds and other securities. Management fee rebates fully or partially offset charges incurred within the valuation of each of these underlying investments. The percentages above reflect these charges divided by average net assets for the period.

PORTFOLIO ANALYSIS

for the half year ended 30 June 2024 (unaudited)

Portfolio Allocation



* Includes investments in derivatives.

By term to maturity

Period	Fund
0-5 years	67.31%
5-10 years	22.14%
10-15 years	3.29%
Over 15 years	7.26%
Duration (modified)	1.86 yrs
Ave term to maturity	4.07 yrs

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

PORTFOLIO STATEMENT

at 30 June 2024 (unaudited)

	Holding	Fair value £'000	% of total net assets
Government Bonds 31.73% (31.12.2023 – 37.90%)			
Government of New Zealand 3.5% 2033	NZD1,719,000	759	1.08
New Zealand Government Bond 2.75% 2025	NZD280,000	132	0.19
UK Treasury 2.75% 2024	£810,000	807	1.15
US Treasury NoteBond 0.375% 2024	\$10,600,000	8,290	11.80
US Treasury 0% 2024	\$14,696,000	11,552	16.45
US Treasury 1.875% 2024	\$950,000	746	1.06
Non-Government Bonds 64.97% (31.12.2023 – 57.49%)			
AbbVie 4.55% 2035	\$560,000	422	0.60
ABN Amro Bank 4.75% VRN Perpetual	€200,000	158	0.23
Air Lease 3.7% 2030	€205,000	170	0.24
Alcoa Nederland Holding 4.125% 2029	\$200,000	147	0.21
Allianz Finance II 0.5% 2031	€200,000	142	0.20
Ally Financial 4.7% VRN perpetual	\$70,000	44	0.06
Alpek SAB de CV 3.25% 2031	\$210,000	140	0.20
Alpha Bank 2.5% VRN 2028	€150,000	120	0.17
América Móvil 5% 2026	£290,000	289	0.41
American Express 5.625% VRN 2034	\$27,000	21	0.03
Anglo American Capital 2.875% 2031	\$360,000	243	0.35
Apple 2.65% 2051	\$620,000	313	0.45
Aptiv 3.1% 2051	\$275,000	135	0.19
Arcelik 3% 2026	€200,000	163	0.23
Ardagh Metal Packaging Finance 3% 2029	€100,000	68	0.10
Ashland 3.375% 2031	\$200,000	133	0.19
Assicurazioni Generali 1.713% 2032	€200,000	140	0.20
AstraZeneca 2.125% 2050	\$180,000	81	0.12
Australia & New Zealand Banking 0.75% 2026	€225,000	179	0.25
Auto ABS Italian Stella Loans FRN 2039	€174,000	149	0.21
AutoFlorence 3 FRN 2046	€100,000	86	0.12
AXA 3.625% 2033	€180,000	154	0.22
AXA 6.375% VRN perpetual	€131,000	113	0.16
Ball Corporation 2.875% 2030	\$350,000	235	0.33
Banco 1.625% 2025	€500,000	417	0.59
Banco BTG Pactual SACayman Islan 2.75% 2026	\$200,000	150	0.21
Banco Mercantil del Norte 6.625% VRN Perpetual	\$200,000	139	0.20
Banco Santander 1.722% VRN 2027	\$200,000	145	0.21
Banco Santander 5% VRN 2034	€100,000	86	0.12

PORTFOLIO STATEMENT

at 30 June 2024 (unaudited)

	Holding	Fair value £'000	% of total net assets
Banco Santander SA 7% VRN Perp	€200,000	170	0.24
Bank of Cyprus 2.5% VRN 2027	€100,000	81	0.12
Bank of Ireland Group 1% VRN 2025	€125,000	105	0.15
Barclays 4.375% VRN Perpetual	\$200,000	133	0.19
Barclays 8.5% VRN perpetual	£200,000	199	0.28
Barclays Bank 3.75% VRN 2030	£180,000	174	0.25
Bath & Body Works 6.875% 2035	\$175,000	140	0.20
BAWAG Group 6.75% VRN 2034	€300,000	267	0.38
Berry Global 1% 2025	€460,000	382	0.54
Berry Global 1.5% 2027	€400,000	317	0.45
Berry Global 5.65% 2034	\$15,000	12	0.02
Bharti Airtel 4.375% 2025	\$600,000	469	0.67
BNP Paribas 2% VRN 2031	£100,000	93	0.13
BNP Paribas 4.625% VRN Perpetual	\$200,000	127	0.18
Caisse Nationale de Reassurance 0.75% 2028	€200,000	149	0.21
Caixa Geral de Depositos 0.375% VRN 2027	€200,000	157	0.22
CaixaBank 3.625% VRN Perpetual	€200,000	141	0.20
CANPACK SA Eastern PA Land 2.375% 2027	€100,000	79	0.11
CCO Holdings 4.25% 2031	\$213,000	137	0.20
Cellnex Telecom 0.75% 2031	€600,000	417	0.59
Cemex 3.125% 2026	€200,000	166	0.24
Centene 2.5% 01/03/2031	\$560,000	364	0.52
CF Industries 4.5% 01/12/2026	\$150,000	116	0.17
CF Industries 4.95% 2043	\$200,000	140	0.20
Charter Communications Operating 6.15% 2026	\$150,000	120	0.17
Cigna Corp 2.375% 2031	\$360,000	240	0.34
Cisco Systems 2.5% 2026	\$550,000	413	0.59
Citigroup 4.125% 2028	\$110,000	84	0.12
Citigroup 5.15% 2026	£500,000	502	0.71
ClevelandCliffs 4.625% 2029	\$100,000	75	0.11
CNH Industrial 3.85% 2027	\$360,000	273	0.39
Comcast Corporation 1.5% 2031	\$400,000	255	0.36
Commerzbank 1.375% VRN 2031	€200,000	156	0.22
Commerzbank 1.75% 2025	£200,000	196	0.28
Cooperatieve Rabobank 3.25% VRN Perpetual	€200,000	156	0.22
Credit Agricole 5.75% VRN 2027	£300,000	301	0.43
Crown Americas 4.25% 2026	\$122,000	93	0.13
Crown European Holdings 2.875% 2026	€100,000	83	0.12

PORTFOLIO STATEMENT

at 30 June 2024 (unaudited)

	Holding	Fair value £'000	% of total net assets
Crown European Holdings 4.75% 2029	€162,000	139	0.20
Dell International 5.4% 2034	\$365,000	286	0.41
Deutsche Bank 4.5%VRN Perpetual	€200,000	151	0.22
DNB Bank 4.875%VRN Perpetual	\$200,000	156	0.22
Dow Chemical 1.875% 2040	€175,000	111	0.16
Dow Chemical 5.15% 2034	\$44,000	34	0.05
Dowson 2021-2 FRN 2028	£135,000	135	0.19
DS Smith 2.875% 2029	£236,000	211	0.30
Électricité de France 3.625% 2025	\$100,000	77	0.11
Électricité de France 6%VRN Perpetual	£300,000	292	0.42
Elis 3.75% 2030	€100,000	83	0.12
Enel Finance International 0.875% 2034	€225,000	142	0.20
Engie 3.875% 2036	€100,000	84	0.12
Engie 5.625% 2034	\$200,000	158	0.23
Eurofins Scientific 0.875% 2031	€200,000	132	0.19
ExportImport Bank of India 2.25% 2031	\$200,000	131	0.19
Falabella 3.375% 2032	\$200,000	128	0.18
FCT Noria 2021 FRN 2049	€200,000	68	0.10
First Citizens BancShares 5.8009%VRN Perpetual	\$213,000	170	0.24
Ford Motor Credit 6.86% 2026	£370,000	378	0.54
Fresenius Medical Care US Finance 2.375% 2031	\$375,000	236	0.34
Fresenius SE and Co KGaA 0.375% 2026	€200,000	158	0.23
General Accident 7.875% Preference Shares	£185,000	222	0.32
Gilead Sciences 2.6% 2040	\$275,000	151	0.22
GlaxoSmithKline Capital 1.625% 2035	£310,000	223	0.32
Goldman Sachs 3.102%VRN 2033	\$180,000	122	0.17
Goodyear Europe 2.75% 2028	€100,000	76	0.11
Graphic Packaging International 2.625% 01/02/2029	€140,000	110	0.16
Graphic Packaging International 3.75% 2030	\$200,000	141	0.20
Greenko Power II 4.3% 2028	\$200,000	125	0.18
Grifols Escrow Issuer 3.875% 2028	€120,000	83	0.12
GUSAP III LP 4.25% 2030	\$200,000	148	0.21
Hanesbrands 4.875% 2026	\$110,000	85	0.12
HCA 2.375% 2031	\$615,000	400	0.57
HCA 3.5% 2051	\$150,000	80	0.11
Hill FL 2023-1 FRN 2031	€100,000	81	0.12
HP 2.65% 2031	\$100,000	67	0.10
HP 3% 2027	\$600,000	446	0.64

PORTFOLIO STATEMENT

at 30 June 2024 (unaudited)

	Holding	Fair value £'000	% of total net assets
HSBC Holdings 6.547%VRN 2034	\$200,000	164	0.23
Huntsman International 2.95% 2031	\$100,000	65	0.09
Huntsman International 4.25% 2025	€350,000	295	0.42
Ibercaja Banco 2.75%VRN 2030	€100,000	82	0.12
Ibercaja Banco 4.375%VRN 2028	€100,000	85	0.12
Iberdrola Finanzas 4.871%VRN perpetual	€100,000	86	0.12
Iliad 1.875% 2028	€200,000	154	0.22
Iliad 5.375% 2029	€100,000	86	0.12
Infrastrutture Wireless Italiane 1.625% 2028	€240,000	187	0.27
Infrastrutture Wireless Italiane 1.75% 2031	€200,000	150	0.21
ING Groep 2% 2028	€100,000	79	0.11
ING Groep 4.25%VRN Perpetual	\$200,000	123	0.18
International Consolidated Airlines 3.75% 2029	€300,000	249	0.35
IQVIA 2.25% 2029	€480,000	368	0.52
Iron Mountain 4.5% 2031	\$202,000	144	0.21
Iron Mountain 5.25% 2030	\$98,000	74	0.11
Itau Unibanco Holding 4.5%VRN 2029	\$200,000	157	0.22
JPMorgan Chase 4.625%VRN Perpetual	\$110,000	87	0.12
KB Home 4% 2031	\$100,000	70	0.10
KB Home 4.8% 2029	\$100,000	74	0.11
Klabn Austria 3.2% 2031	\$200,000	134	0.19
Koninklijke 3.875% 2036	€500,000	418	0.60
La Banque Postale 3%VRN Perpetual	€200,000	130	0.19
Lanebrook Mortgage Transaction FRN 2058	£125,000	124	0.18
Levi Strauss 3.5% 2031	\$220,000	151	0.22
Liberty Mutual Group 4.3% 2061	\$180,000	88	0.13
LKQ 5.75% 2028	\$300,000	239	0.34
LKQ Dutch Bond 4.125% 2031	€100,000	84	0.12
Lloyds Bank 5.125% 2025	£622,000	622	0.89
Lloyds Banking Group 8.5%VRN perpetual	£200,000	205	0.29
Logicor Financing 1.5% 2026	€100,000	80	0.11
Lorca Telecom Bondco 4% 2027	€200,000	165	0.23
Macquarie Bank 3.052%VRN 2036	\$400,000	263	0.37
Marks Spencer 3.25% 2027	£480,000	465	0.66
Marks Spencer 3.75% 2026	£300,000	292	0.42
Matterhorn Telecom 4% 2027	€100,000	83	0.12
Medline Borrower LPMedline 6.25% 2029	\$28,000	22	0.03
Meritage Homes 3.875% 2029	\$280,000	204	0.29

PORTFOLIO STATEMENT

at 30 June 2024 (unaudited)

	Holding	Fair value £'000	% of total net assets
Metropolitan Life Global Funding 2.95% 2030	\$250,000	176	0.25
Millicom International Cellular 4.5% 2031	\$200,000	135	0.19
Mondi Finance 1.625% 2026	€700,000	572	0.81
Mondi Finance 3.75% 2032	€192,000	163	0.23
Morgan Stanley 5.297% VRN 2037	\$356,000	270	0.38
Morgan Stanley 5.831% VRN 2035	\$22,000	18	0.03
Mortimer 2023-1 PLC FRN 2056	£300,000	246	0.35
Mortimer BTL 2021-1 FRN 2053	£500,000	337	0.48
Mozart Debt Merger 3.875% 2029	\$110,000	80	0.11
Muenchener Rueckversicherun 5.875% VRN 2042	\$200,000	158	0.23
National Bank of Greece 5.875% VRN 2035	€100,000	85	0.12
National Grid 0.553% 2029	€300,000	216	0.31
Natwest Group 1.043% VRN 2032	€100,000	76	0.11
Nemak SAB de CV 3.625% 2031	\$200,000	123	0.18
Netflix 3.625% 2030	€570,000	481	0.68
Netflix 5.875% 2025	\$100,000	79	0.11
Network i2i 5.65% VRN Perpetual	\$200,000	156	0.22
NewDay Funding FRN 2032	£100,000	102	0.15
Nexans 4.25% 2030	€400,000	335	0.48
Nexi SpA 0% 2028	€300,000	216	0.31
Next Group 3.625% 2028	£350,000	333	0.47
NGG Finance 2.125% VRN 2082	€100,000	78	0.11
NN Group 6.375% VRN perpetual	€200,000	169	0.24
Nokia 4.375% 2031	€430,000	369	0.53
Norsk Hydro 1.125% 2025	€201,000	166	0.24
Norsk Hydro 2% 2029	€175,000	137	0.20
Novelis Corporation 3.875% 2031	\$140,000	96	0.14
Novo Banco 4.25% VRN 2028	€100,000	85	0.12
Nutrien 2.95% 2030	\$370,000	259	0.37
NXP Funding 2.7% 2025	\$410,000	316	0.45
Ocado Group 0.75% 2027	£100,000	73	0.10
OI European Group 4.75% 2030	\$200,000	144	0.21
Olympus Water US Holding Corporation 5.375% 2029	€150,000	115	0.16
OneMain Finance Corporation 3.875% 2028	\$70,000	50	0.07
Orbia Advance Corporation 1.875% 2026	\$450,000	332	0.47
Orbia Advance Corporation 2.875% 2031	\$200,000	131	0.19
Orsted 1.5% VRN 3021	€250,000	168	0.24
Orsted 2.125% 2027	£250,000	229	0.33

PORTFOLIO STATEMENT

at 30 June 2024 (unaudited)

	Holding	Fair value £'000	% of total net assets
Pension Insurance 3.625% 2032	£150,000	121	0.17
Pension Insurance 6.875% 2034	£100,000	99	0.14
Phoenix Group Holdings 5.625% 2031	£200,000	189	0.27
Pony Compartment German Auto FRN 2032	€100,000	86	0.12
Post Holdings 4.5% 2031	\$133,000	94	0.13
Post Holdings 6.25% 2032	\$7,000	6	0.01
ProGroup 5.125% 2029	€100,000	85	0.12
Prudential 2.95% VRN 2033	\$200,000	140	0.20
PVH 4.125% 2029	€100,000	84	0.12
PVH 4.625% 2025	\$100,000	78	0.11
PVH Corporation 3.125% 2027	€200,000	165	0.23
QBE Insurance Group 2.5% VRN 2038	£100,000	86	0.12
Red & Black Auto Germany FRN 2032	€100,000	86	0.12
Ren Finance 0.5% 2029	€100,000	74	0.11
Rexel 2.125% 2028	€110,000	85	0.12
Rothsay Life 3.375% 2026	£510,000	487	0.69
Royal KPN 5% 2026	£100,000	100	0.14
Sally Holdings 6.75% 2032	\$87,000	68	0.10
Santander UK 5.75% 2026	£690,000	696	0.99
Sappi Papier Holding 7.5% 2032	\$25,000	20	0.03
SC Germany Compartment Leasing FRN 2032	€200,000	170	0.24
SC Germany SA Compartment Consume FRN 2034	€300,000	67	0.10
Schaeffler 4.5% 2030	€100,000	84	0.12
Seagate HDD Cayman 4.091% 2029	\$283,000	207	0.29
Seagate HDD Cayman 4.125% 2031	\$55,000	39	0.06
Sealed Air Corporation 4% 2027	\$380,000	282	0.40
Siemens Financieringsmaatschappij 1.7% 2028	\$900,000	635	0.90
SIG Combibloc PurchaseCo 2.125% 2025	€1,120,000	928	1.32
Silgan Holdings 2.25% 2028	€250,000	193	0.27
Sixt 3.75% 2029	€165,000	140	0.20
Smurfit Kappa Treasury 1% 2033	€510,000	343	0.49
Smurfit Kappa Treasury 1.50% 2027	€100,000	79	0.11
Societe Generale 8.5% VRN perpetual	\$200,000	150	0.21
Solvay 2.5% VRN Perpetual	€300,000	244	0.35
SPCM 3.375% 2030	\$200,000	136	0.19
SSE 4% VRN Perpetual	€180,000	148	0.21
Steel Dynamics 2.4% 2025	\$160,000	123	0.18
Stora Enso 7.25% 2036	\$100,000	84	0.12

PORTFOLIO STATEMENT

at 30 June 2024 (unaudited)

	Holding	Fair value £'000	% of total net assets
Summit Digital Infrastructure 2.875% 2031	\$400,000	263	0.37
Suzano Austria 3.125% 2032	\$400,000	261	0.37
Swiss Re Finance Luxembourg 4.25% VRN perpetual	\$200,000	157	0.22
Taylor Morrison Communities 5.125% 2030	\$225,000	170	0.24
TDC Net 5.186% 2029	€100,000	86	0.12
TDC Net 6.5% 2031	€200,000	179	0.25
Telecom Italia 2.375% 2027	€100,000	79	0.11
Telefonica Europe 2.376% VRN Perpetual	€100,000	75	0.11
Telenet Finance Luxembourg 5.5% 2028	\$200,000	150	0.21
Telia 0.125% 2030	€100,000	69	0.10
Tenet Healthcare Corporation 4.375% 2030	\$200,000	146	0.21
TenneT Holding 2.374% VRN perpetual	€100,000	82	0.12
Terna Rete Elettrica Nazionale SpA 1% 2028	€150,000	114	0.16
TerraForm Power Operating 4.75% 2030	\$280,000	202	0.29
Thermo Fisher Scientific 2% 2031	\$52,000	34	0.05
TMobile USA 2.25% 2031	\$850,000	550	0.78
Turk Telekomunikasyon 7.375% 2029	\$200,000	159	0.23
UBS Group 4.375% VRN Perpetual	\$200,000	128	0.18
UniCredit 2.731% VRN 2032	€225,000	181	0.26
Unilever 1.5% 2026	£410,000	384	0.55
UnipolSai Assicurazioni 3.875% 2028	€200,000	168	0.24
United Group 5.25% 2030	€100,000	83	0.12
UPC Broadband Finco 4.875% 2031	\$200,000	143	0.20
Veolia Environnement 0.664% 2031	€500,000	350	0.50
Verallia 1.875% 2031	€400,000	292	0.42
Verbund 0.9% 2041	€100,000	55	0.08
VF 0.625% 2032	€300,000	180	0.26
Vmed O2 UK Financing 4.5% 2031	£350,000	289	0.41
VMware 1.4% 2026	\$525,000	382	0.54
Volvo Car 4.75% 2030	€100,000	85	0.12
VZ Secured Financing 3.5% 2032	€210,000	155	0.22
VZ Vendor Financing II 2.875% 2029	€100,000	73	0.10
Western Digital 3.1% 2032	\$300,000	193	0.27
Western Digital Corporation 4.75% 2026	\$50,000	39	0.06
WPAP Telecom 3.75% 2029	€100,000	80	0.11
Youni Italy FRN 2034	€160,000	131	0.19
ZF Europe Finance 4.75% 2029	€100,000	85	0.12
ZF Finance 2.25% 2028	€200,000	155	0.22
Zurich Finance Ireland Designat 3% VRN 2051	\$300,000	195	0.28

PORTFOLIO STATEMENT

at 30 June 2024 (unaudited)

	Holding	Fair value £'000	% of total net assets
Derivatives 0.70% (31.12.2023 – 0.59%)			
Credit Default Swaps 0.73% (31.12.2023 – 0.68%)			
Goldman Sachs 1% 20/12/2025	1,230,000	9	0.01
Goldman Sachs 1% 20/06/2029	200,000	(2)	0.00
Morgan Stanley 1% 20/12/2025	950,000	7	0.01
Morgan Stanley 1% 20/06/2027	320,000	5	0.01
Morgan Stanley 1% 20/06/2027	125,000	1	0.00
Morgan Stanley 1% 20/06/2027	920,000	14	0.02
Morgan Stanley 1% 20/06/2027	630,000	9	0.01
Morgan Stanley 1% 20/06/2027	90,000	(1)	0.00
Morgan Stanley 5% 20/06/2027	180,000	19	0.03
Morgan Stanley 1% 20/06/2029	515,000	9	0.01
Morgan Stanley 1% 20/06/2029	140,000	(6)	(0.01)
Morgan Stanley 1% 20/06/2029	150,000	2	0.00
Morgan Stanley 1% 20/06/2029	150,000	(6)	(0.01)
Morgan Stanley 1% 20/06/2029	190,000	2	0.00
Morgan Stanley 1% 20/06/2029	200,000	(14)	(0.02)
Morgan Stanley 1% 20/06/2029	150,000	(13)	(0.02)
Morgan Stanley 1% 20/06/2029	(2,600,000)	65	0.09
Morgan Stanley 5% 20/06/2029	350,000	54	0.08
Morgan Stanley 5% 20/06/2029	100,000	13	0.02
Morgan Stanley 5% 20/06/2029	155,000	3	0.00
Morgan Stanley 5% 20/06/2029	350,000	46	0.07
Morgan Stanley 5% 20/06/2029	14,000	0	0.00
Morgan Stanley 5% 20/06/2029	260,000	30	0.04
Morgan Stanley 5% 20/06/2029	80,000	13	0.02
Morgan Stanley 5% 20/06/2029	100,000	12	0.02
Morgan Stanley 5% 20/06/2029	50,000	3	0.00
Morgan Stanley 5% 20/06/2029	4,380,000	216	0.31
Morgan Stanley 5% 20/06/2029	100,000	9	0.01
Morgan Stanley 5% 20/06/2029	140,000	21	0.03
Futures (0.03)% (31.12.2023 – (0.33%))			
OSE Japan 10 Years Bond (OSE) September 2024	(3)	4	0.01
CBT US 10 Years Note (CBT) September 2024	(102)	(58)	(0.08)
CBT US Ultra Bond CBT September 2024	(20)	(30)	(0.04)
EUX Euro-Bund Future September 2024	8	10	0.01
CBT US 5 Years Note (CBT) September 2024	78	32	0.05
EUX Euro-OAT Future September 2024	(13)	19	0.03

PORTFOLIO STATEMENT

at 30 June 2024 (unaudited)

	Holding	Fair value £'000	% of total net assets
ICF Long Gilt Future September 2024	13	7	0.01
SFE Australia 10 Year Bond Future September 2024	18	(11)	(0.02)
Options 0.09% (31.12.2023 – 0.03%)			
CDX.NA.HY.42 (5y) DEFAULT-06/20/2029-MSLNUK_101	6,500,000	1	0.00
CDX.NA.HY.42 (5y) DEFAULT-06/20/2029-JCPLUK_102.5	(6,500,000)	(19)	(0.03)
CDX.NA.HY.42 (5y) DEFAULT-06/20/2029-JCPLUK_104.5	6,500,000	36	0.05
iTraxx Europe Crossover 41 (5Y) Default 06/20/2029 MSLNUK 3.5	7,800,000	72	0.10
iTraxx Europe Crossover 41 (5Y) Default 06/20/2029 MSLNUK 3.75	5,200,000	23	0.03
iTraxx Europe Crossover 41 (5Y) Default 06/20/2029 MSLNUK 4	(7,800,000)	(38)	(0.06)
Forward Foreign Exchange Contracts (0.09%) (31.12.2023 – 0.21%)			
GBP Forward Currency Contract 18/09/2024	GBP 19,181,366	(8)	(0.01)
EUR Forward Currency Contract 18/09/2024	EUR (22,600,000)		
GBP Forward Currency Contract 18/09/2024	GBP 40,301,778	(54)	(0.08)
USD Forward Currency Contract 18/09/2024	USD (51,100,000)		
GBP Forward Currency Contract 18/09/2024	GBP 889,963	1	0.00
NZD Forward Currency Contract 18/09/2024	NZD (1,850,000)		
EUR Forward Currency Contract 18/09/2024	EUR 150,000	–	–
GBP Forward Currency Contract 18/09/2024	GBP (127,599)		
INVESTMENT ASSETS		68,402	97.40
NET OTHER ASSETS		1,829	2.60
TOTAL NET ASSETS		70,231	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 counterparties for the Options Contracts are JP Morgan, Merrill Lynch and Morgan Stanley.

The counterparty for the Futures Contracts is Morgan Stanley.

The counterparties for the Forward Foreign Exchange Contracts are Northern Trust and State Street.

The counterparties for the Credit Default Swaps are Goldman Sachs and Morgan Stanley.

STATEMENT OF TOTAL RETURN

for the half year ended 30 June 2024 (unaudited)

	Period ended 30.06.2024		Period ended 30.06.2023	
	£'000	£'000	£'000	£'000
Income				
Net capital losses		(130)		(362)
Revenue	1,886		1,356	
Expenses	(114)		(92)	
Interest payable and similar charges	–		(8)	
Net revenue before taxation	1,772		1,256	
Taxation	(3)		–	
Net revenue after taxation		1,769		1,256
Total return before distributions		1,639		894
Distributions		(953)		(593)
Change in net assets attributable to Shareholders from investment activities		686		301

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the half year ended 30 June 2024 (unaudited)

	Period ended 30.06.2024		Period ended 30.06.2023	
	£'000	£'000	£'000	£'000
Opening net assets attributable to Shareholders		69,857		27,273
Amounts receivable on issue of Shares	306		40,745	
Amounts payable on cancellation of Shares	(641)		(729)	
		(335)		40,016
Change in net assets attributable to Shareholders from investment activities		686		301
Retained distributions on Accumulation Shares		23		17
Closing net assets attributable to Shareholders		70,231		67,607

The note on page 28 and the distribution tables on page 29 form part of these financial statements.

The above statement shows the comparative closing net assets at 30 June 2023, whereas the opening net assets for the current accounting period commenced on 1 January 2024.

BALANCE SHEET

at 30 June 2024 (unaudited)

	30.06.2024		31.12.2023	
	£'000	£'000	£'000	£'000
ASSETS				
Fixed assets:				
Investments		68,662		67,593
Current assets:				
Debtors	543		571	
Cash and bank balances	2,605		3,262	
Total current assets		3,148		3,833
Total assets		71,810		71,426
LIABILITIES				
Investment liabilities		260		545
Creditors:				
Other creditors	114		35	
Bank overdraft	702		602	
Distribution payable on Income Shares	503		387	
Total creditors		1,319		1,024
Total liabilities		1,579		1,569
Net assets attributable to Shareholders		70,231		69,857

The financial statements on pages 26 to 29 have been approved by the Trustee.

Approved on behalf of the Trustee
16 September 2024

A Brookes, Chair
CBF Funds Trustee Limited

The note on page 28 and the distribution tables on page 29 form part of these financial statements.

NOTE TO THE FINANCIAL STATEMENTS
for the half year ended 30 June 2024 (unaudited)

1. Accounting policies

Basis of preparation

The financial statements have been prepared on a going concern basis, in compliance with FRS 102, the Scheme Information, The Church Funds Investment Measure Act 1958 and the Trustee Act 2000.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and investment liabilities.

The Fund is exempt from preparing a statement of cash flows under FRS 102 and The Church Funds Investment Measure Act 1958 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.

Unless otherwise stated, all other accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2023 and are described in those financial statements.

DISTRIBUTION TABLES

for the half year ended 30 June 2024 (unaudited)

Period ended	Date payable/paid		Dividends payable/paid pence per Share	
	2024	2023	2024	2023
Income Shares				
31 March	31 May	31 May	0.90	0.80
30 June	31 August	31 August	1.07	0.70
			1.97	1.50

Period ended	Revenue accumulated pence per Share	
	2024	2023
Accumulation Shares		
31 March	3.49	3.04
30 June	4.19	2.78
	7.68	5.82

STATEMENT OF TRUSTEE AND MANAGER RESPONSIBILITIES

The Trustee shall comply with the duty of care when exercising their powers and discharging their duties under the Church Funds Investment Measure 1958 (as amended from time to time) and the Trustee Act 2000 to:

- make and revise the written statement of the investment objectives of the Fund and details of such investment objectives will be included in the Scheme Information;
- determine the criteria and methods for evaluating the performance of the Fund;
- appoint the Auditor of the Fund and agree their terms of engagement;
- determine the rate of remuneration of the Manager in accordance with the Church Funds Investment Measure 1958 and the Scheme Information;
- exercise supervision and oversight of the Manager's compliance with the Church Funds Investment Measure 1958 and the Scheme Information. In particular, the Trustee shall be satisfied on a continuing basis that the Manager is competently exercising the powers and discharging the duties conferred or imposed on it by or pursuant to the provisions of the Church Funds Investment Measure 1958 and ensure the Manager is maintaining adequate and proper records;
- review the appointment, supervision and oversight of any Registrar or other delegate whom it has appointed in accordance with the provisions of the Scheme Information;
- review the custody and control of the property of the Fund and the collection of all revenue due to the Fund in accordance with the Church Funds Investment Measure 1958;
- make distributions to investors holding Income Shares and make allocations to investors holding Accumulation Shares in proportion to their respective Shares in the property of the Fund; and
- take all steps and execute all documents which are necessary to ensure that the purchases and sales of investments for the Fund are properly completed.

STATEMENT OF TRUSTEE AND MANAGER RESPONSIBILITIES

Preparation of financial statements

The Trustee of the Fund is required, by the Church Funds Investment Measure 1958, to prepare Financial Statements which give a true and fair view of the financial position of the Fund at each interim and year end valuation date. The net revenue for the year, together with a report on the operation of the Fund, is also required.

The financial statements show the net asset value of the Shares in the Fund as at the date to which the financial statements are prepared, the amount of revenue per Share and the amount of revenue, if any, to be transferred to capital pursuant to paragraph 11 of the Schedule to the Church Funds Investment Measure 1958. In preparing the financial statements, the Trustee:

- selects suitable accounting policies that are appropriate for the Fund and applies them on a consistent basis;
- complies with the disclosure requirements of FRS 102;
- follows generally accepted accounting principles and applicable United Kingdom accounting standards;
- keeps proper accounting records which enables them to demonstrate that the Financial Statements, as prepared, comply with the above requirements;

- make judgements and estimates that are prudent and reasonable; and
- prepares the Financial Statements on the going concern basis, unless it is inappropriate to presume this.

The Trustee is also required to manage the Fund in accordance with the Church Funds Investment Measure 1958 and has delegated to the Manager the day-to-day management, accounting and administration of the Fund, as permitted by the Church Funds Investment Measure 1958.

Manager responsibilities

The Manager is required to carry out these duties in accordance with the Church Funds Investment Measure 1958 and take reasonable steps for the prevention and detection of fraud and other irregularities.

CBF Funds Trustee Limited
(Charity Registration No. 1116932)

DIRECTORY

Trustee Directors

A Brookes (Chair)
C Chan*
P Chandler
O Home
C Johnson
A Milligan*
M Orr*
D Rees*

* *Members of the Audit Committee*

Manager and Registrar

CCLA Investment Management Limited
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Client Service:
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www.ccla.co.uk
Authorised and regulated by the Financial Conduct Authority

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150 Cheapside
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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

P Hugh Smith (Chief Executive Officer)
E Sheldon (Chief Operating Officer)
A Robinson, MBE (Director Market Development)

Non-Executive Directors of the Manager

R Horlick (Chair)
J Jesty
C Johnson
A Roughead
C West
J Hobart

Fund Manager

CCLA Investment Management Limited

Company Secretary

J Fox

Chief Risk Officer

J-P Lim

Head of Sustainability

J Corah

Third Party Advisers

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8 Canada Square
Canary Wharf
London
E14 5HQ

Custodian

HSBC Bank plc
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Canary Wharf
London
E14 5HQ

Independent Auditor

Deloitte LLP
110 Queen Street
Glasgow
G1 3BX

ABOUT CCLA

Founded in 1958, CCLA is now the UK's largest charity fund manager. Well known for managing investments for charities, religious organisations and the public sector, CCLA began a new phase in its development in 2022, now welcoming other types of investor.

Our purpose is to help our clients maximise their impact on society by harnessing the power of investment markets. This means we must provide a supportive and stable environment for our staff, and deliver trusted, responsibly managed products and services to our clients, irrespective of their size.

CCLA

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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).

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