

Milly Southworth

From: Mark Davies <Mark.Davies@ccla.co.uk>
Sent: 22 April 2021 09:58
To: Milly Southworth
Subject: CCLA - Public Sector Deposit Fund & Local Authorities' Property Fund
Attachments: LAPF pricesMarch21estimate.pdf; PSDF FactsheetMarch21.pdf

Hi Milly,

Hope all's well. Thought you might appreciate an update on the Deposit Fund you use and the Property Fund for long term investment:

- PSDF – fund-size £1.36bn, yield 0.0328%, net of fees (20/04/21) – March factsheet attached;
- LAPF – fund-size £1.2bn, 254 LA's, yield 4.38%, March prices attached.

Regards,

Mark

Mark Davies
Relationship Manager, Local Government

CCLA

Senator House | 85 Queen Victoria Street | London | EC4V 4ET | Direct line 0207 489 6045 | Mobile 07904 657 815
Website www.ccla.co.uk

The contents of this e-mail are intended solely for the use of the individual or entity to whom it is addressed. This email may contain confidential and privileged information. Any unauthorised form of reproduction or disclosure of this message is prohibited. If you have received this in error please notify the sender immediately and delete the message completely from your system. Due to the nature of the internet, CCLA Investment Management Limited (CCLA) cannot guarantee the security of any information electronically transmitted nor can CCLA be liable for its proper and complete transmission or for any delay in its receipt possibly caused by latency through or failure(s) of the Internet Service Providers. Any opinions expressed in this e-mail are those of the individual and not necessarily those of the company. CCLA accepts no responsibility for information, error or omissions in this e-mail, nor for its use or misuse, nor for any act committed or omitted in connection with this communication. CCLA Investment Management Limited (Registered in England No. 2183088) and CCLA Fund Managers Limited (Registered in England No. 8735639) are authorised and regulated by the Financial Conduct Authority. Registered address: CCLA, Senator House, 85 Queen Victoria Street, London, EC4V 4ET. Freephone: 0800 022 3505 Fax: 0844 561 5126 Please note:- The COIF Charities Deposit Fund is a short-term Low-Volatility Net Asset Value (LVNAV) Money Market Fund and The Public Sector Deposit Fund is a short term LVNAV Qualifying

The Local Authorities' Property Fund
Prices and Dividend Yields



End of	Mar-21	Feb-21	Jan-21	Dec-20	Nov-20	Oct-20	Sep-20	Aug-20	Jul-20	Jun-20	May-20	Apr-20
Offer Price p	313.45	311.36	307.64	306.91	303.10	302.33	302.56	301.67	302.10	303.14	305.90	310.33
Net Asset Value p	293.63	291.67	288.19	287.50	283.94	283.22	283.43	282.60	283.00	283.97	286.55	290.71
Bid Price p	289.08	287.15	283.72	283.05	279.54	278.83	279.04	278.22	278.61	279.57	282.11	286.20
Dividend on XD Date p	3.21			3.74			3.10			2.80		
Dividend* - Last 12 Months p	12.85	12.90	12.90	12.90	12.37	12.37	12.37	12.72	12.72	12.72	13.06	13.06
Dividend Yield on NAV %	4.38	4.42	4.48	4.49	4.36	4.37	4.37	4.50	4.49	4.48	4.56	4.49
Fund Size £m	1202.9	1194.9	1175.8	1172.6	1158.0	1155.0	1155.8	1152.4	1154.1	1158.0	1168.6	1185.5

Risk Warning

Please remember that the value of units and the income from them can fall as well as rise and an investor may not get back the full amount invested. Past performance is no guarantee of future returns. The Property Fund's unit value will reflect fluctuations in property values and rents. The units are intended only for long-term investment and are not suitable for money liable to be spent in the near future. They are realisable only on each month end valuation date and a period of notice may be imposed for the redemption of

Source: CCLA

CCLA Fund Managers Limited

Senator House
85 Queen Victoria Street
London EC4V 4ET
Telephone: 0800 022 3505
www.ccla.co.uk

CCLA is Authorised & Regulated by the Financial Conduct Authority.

The Public Sector Deposit Fund

UK domiciled short-term LVNAV Qualifying Money Market Fund rated AAmmf
Fact Sheet – 31 March 2021

Investment objective

To maximise the current income consistent with the preservation of capital and liquidity.

Investment policy

The Fund will be invested in a diversified portfolio of high quality sterling denominated deposits and securities. All investments purchased will have the highest available short term credit rating and a correspondingly strong long term rating.

The weighted average maturity of the investments will not exceed 60 days. There will be no exposure to derivatives or to other collective investment schemes.

Target investors

The Fund is aimed at local authorities and public sector investors seeking a high level of capital security and a competitive rate of interest for their short-term investments.

Who can invest?

The Fund is open to all public sector investors.

Responsible investment policy

We monitor our counterparties' environmental, social and governance risk management on a regular basis. Our research utilises external data resources and our in-house Ethical and Responsible Investment Team.

Key risks

Investors should consider the following risk factors before investing: Issuer/Credit Risk (issuer/financial institution may not pay), Market Risk (investment value affected by market conditions), Operational Risk (general operational risks), Maturity Profile (timings of investment maturity), Liquidity Risk (investment in non-readily realisable assets), Concentration Risk (need for diversification and suitability of investment) and Interest Rate Risk (changes to interest rate affecting income). Please see the Fund Prospectus for further details.

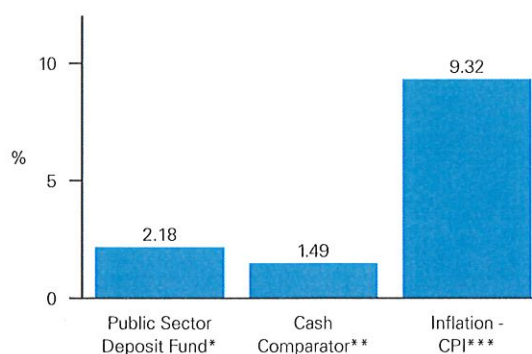
Top 10 counterparty exposures (%)

9.9%	Coventry Building Society
9.9%	Landesbank Baden-Wuerttemberg
9.9%	National Bank of Canada
9.9%	Rabobank
8.7%	DBS Bank Limited
6.0%	Nationwide Building Society
4.5%	Lloyds Bank Corporate Markets plc
4.5%	NatWest Bank plc
4.0%	Standard Chartered Bank plc
3.9%	MUFG Bank

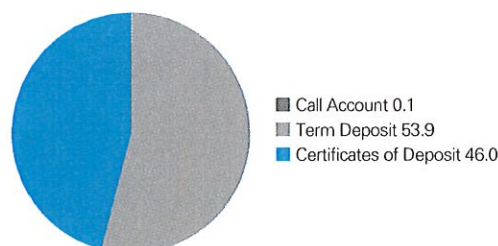
Share class 4 yield as at 31 March 2021

0.0390%

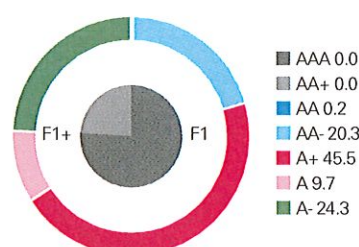
5 years cumulative performance



Asset type (%)



Credit rating† (%)



Top 10 country exposures (%)

37.7%	United Kingdom
13.5%	Germany
11.1%	Canada
9.9%	Netherlands
9.7%	Singapore
8.1%	Japan
3.2%	France
3.0%	Switzerland
2.9%	Finland
0.4%	Sweden

*Source: CCLA - Net performance shown after management fees and other expenses with gross income reinvested. The yield on the Fund will fluctuate and past performance is not a reliable indicator of future results. Holders of the Fund are not covered by the Financial Services Compensation Scheme. **Comparator Benchmark - Sterling Overnight Index Average (SONIA) from 1 January 2021. Prior to that, the comparator benchmark was the 7-Day Sterling London Interbank Bid Rate (7-Day LIBID). ***CPI is lagged one month. †Using Fitch Ratings methodology.

Income - period to end March

Average yield over the month	0.0427%
Yield at the month end	0.0390%

Discrete year total return performance

12 months to 31 March	2021	2020	2019	2018	2017
The Public Sector Deposit Fund	+0.15%	+0.72%	+0.66%	+0.27%	+0.35%
Comparator Benchmark	-0.04%	+0.55%	+0.52%	+0.22%	+0.20%
Relative	+0.19%	+0.17%	+0.14%	+0.05%	+0.15%

Annualised total return performance

Performance to 31 March	1 year	3 years	5 years
The Public Sector Deposit Fund	+0.15%	+0.51%	+0.43%
Comparator Benchmark	-0.04%	+0.34%	+0.29%
Relative	+0.19%	+0.17%	+0.14%

Net performance shown after management fees and other expenses with gross income reinvested. Comparator Benchmark - SONIA from 1 January 2021. Prior to that, the comparator benchmark was 7-Day LIBID. Past performance is not a reliable indicator of future results. Source: CCLA

Market update

The Budget extended existing economic support programmes with an additional spend of £59bn, equivalent to about 2.8% of GDP. The focus was on protecting consumer incomes by extending the furlough scheme, uplifting universal credit and by providing additional support to the self-employed. Government borrowings this year will be in line with expectations at about £370bn, but will be higher than previous expectations next year, at c. £230bn. Tax increases are in the pipeline, but not immediately, held back to give the recovery time to morph into an established period of growth.

The Bank of England described economic conditions as 'broadly stable' but signalled that it would provide updated forecasts and policy guidance following its meeting in early May. There were no changes to interest rates and the total value of the quantitative easing programme was left unchanged, although the monthly tranches were reduced to extend the life of the programme overall. Inflation fell to 0.4% from 0.7%, once again confounding forecasts which had anticipated a faster pace of price gain. The difference was due substantially to clothing, where price rises in pre-lockdown 2020 were not repeated this year. Higher energy prices will push the CPI higher in April, but comparisons will remain unpredictable over the next few months. Unemployment fell to 5.0% from 5.1% but due mainly to leavers from the labour pool rather than jobs growth. Nevertheless, with the economic backcloth improving, the Bank of England's forecast of a 7%+ jobless rate looks too high. That said, there are still 5m on the furlough scheme and the worry must be that many of them struggle to re-establish themselves in the workplace.

Key facts

Fund size	£1,150m
Credit quality and sensitivity rating by Fitch	AAAmf
Weighted average maturity (Maximum 60 days)	47.52 days
Launch date	May 2011
Minimum initial investment	£25,000.00
Minimum subsequent investment	£5,000.00
Dealing day	Each business day*
Withdrawals	On demand
Domicile	United Kingdom
ISIN Share Class 4	GB00B3LDFH01
Interest payment dates	Monthly
Fund management fee (FMF)	0.10%** (currently reduced to 0.08%)

*Dealing instructions must be received by 11.30 am.

**The FMF includes the annual management charge and other costs and expenses of operating and administering the fund such as depositary, custody, audit and regulatory fees.

Please Contact

Mark Davies

Market Development
T: +44 (0)207 489 6045
M: +44 (0)7904 657 815
E: mark.davies@ccla.co.uk

Kelly Watson

Market Development
T: +44 (0)207 489 6105
M: +44 (0)7879 553 807
E: kelly.watson@ccla.co.uk

Jamie Charters

Market Development
T: +44 (0)207 489 6147
E: jamie.charters@ccla.co.uk

Risk warning and disclosures

This document is not a financial promotion and is issued for information purposes only. It does not constitute the provision of financial, investment or other professional advice. The market commentary contained in this document is the opinion of the author only. To ensure you understand whether CCLA's product is suitable, please read the Key Investor Information Document and the Prospectus. CCLA strongly recommends you seek independent professional advice prior to investing. The Public Sector Deposit Fund is a UK short-term LVNAV Qualifying Money Market Fund. In addition to the general risk factors outlined in the Prospectus investors should also note that purchase of PSDF shares is not the same as making a deposit with a bank or other deposit taking body and is not a guaranteed investment. Although it is intended to maintain a stable net asset value per share, there can be no assurance that it will be maintained. Notwithstanding the policy of investing in short-term instruments, the value of the PSDF may also be affected by fluctuations in interest rates. The PSDF does not rely on external support for guaranteeing the liquidity of the fund or stabilising the net asset value per share. The risk of loss of principal is borne by the shareholder. The Fund is authorised in the United Kingdom and regulated by the Financial Conduct Authority as a UCITS Scheme and is a Qualifying Money Market Fund. CCLA Investment Management Limited (registered in England & Wales No. 2183088 at Senator House, 85 Queen Victoria Street, London, EC4V 4ET) is authorised and regulated by the Financial Conduct Authority. 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>.