

# CFB funds performance

## Year ended 28 February 2017

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# How CFB funds performed

## Unit price and distribution history

### Schedule of Valuations and Distributions – Equity and Property Funds

	UK Equity Fund		Overseas Fund		Property Fund	
	Valuation p	Annual Distribution p	Valuation p	Annual Distribution p	Valuation p	Annual Distribution p
28 February 2013	1641.9	50.19	348.5	5.77	57.3	4.92
28 February 2014	1853.3	55.94	373.4	5.09	59.7	4.15
28 February 2015	1878.1	55.52	434.5	5.44	65.4	4.40
29 February 2016	1685.1	61.34	422.6	5.73	70.2	4.16
28 February 2017	1969.3	67.56	566.1	6.46	68.8	4.27

### Schedule of Valuations and Distributions – Managed Funds

	Managed Equity Fund		Managed Fixed Interest Fund		Managed Mixed Fund		Managed Methodist Council Medium Term Fund		Managed Methodist Council Long Term Fund	
	Valuation p	Annual Distribution p	Valuation p	Annual Distribution p	Valuation p	Annual Distribution p	Valuation p	Annual Distribution p	Valuation p	Annual Distribution p
28 February 2013	1990.8	56.61	194.0	5.00	365.6	11.26	–	–	–	–
28 February 2014	2229.4	61.54	187.9	4.65	394.9	11.54	–	–	–	–
28 February 2015	2309.1	62.09	197.7	4.58	413.0	12.84	–	–	–	–
29 February 2016	2097.2	69.25	201.3	4.09	389.9	13.37	–	–	–	–
28 February 2017	2502.9	76.64	207.0	3.05	446.2	14.12	105.5	1.56	109.0	2.02

### Schedule of Valuations and Distributions – Fixed Interest Funds

	Gilt Fund		Corporate Bond Fund		Short Fixed Interest Fund		Inflation Linked Fund	
	Valuation p	Annual Distribution p	Valuation p	Annual Distribution p	Valuation p	Annual Distribution p	Valuation p	Annual Distribution p
28 February 2013	150.7	3.79	130.5	4.88	117.9	2.79	325.5	3.41
28 February 2014	144.9	3.54	128.2	4.53	114.3	2.62	317.1	3.28
28 February 2015	157.4	3.47	137.7	4.38	116.8	2.47	363.1	3.09
29 February 2016	162.3	3.42	135.1	4.10	118.9	1.98	373.0	2.93
28 February 2017	168.1	2.97	143.0	3.77	120.8	1.24	442.5	2.42

## Ethical

All CFB portfolios will be invested in securities which are in line with the ethical policy of the Methodist Church.

# How CFB funds performed continued

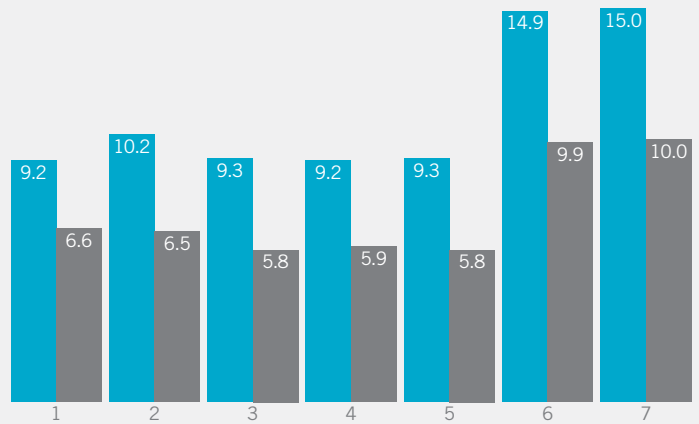
## Long term returns: internal assessment

### Total returns of audited unit values

for the periods to 28 February 2017

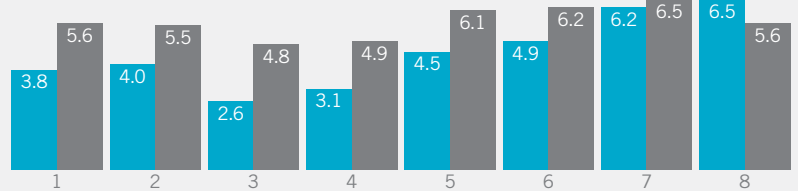
#### Equity and convertibles

- 1 CFB Managed Mixed Fund
- 2 CFB Managed Equity Fund
- 3 CFB UK Equity Fund
- 4 UK Equity benchmark
- 5 UK Equity benchmark ethically adjusted
- 6 CFB Overseas Fund
- 7 Overseas benchmark



#### Fixed Interest

- 1 CFB Managed Fixed Interest Fund
- 2 Managed Fixed Interest benchmark
- 3 CFB Short Fixed Interest Fund
- 4 Short Fixed Interest benchmark
- 5 CFB Gilt Fund
- 6 Gilt benchmark
- 7 CFB Corporate Bond Fund
- 8 Corporate bond benchmark



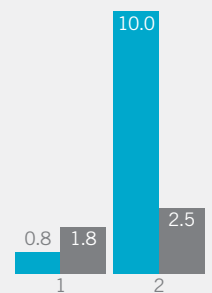
#### Inflation Linked

- 1 CFB Inflation Linked Fund
- 2 Inflation Linked benchmark



#### Other

- 1 CFB Deposit Fund
- 2 CFB Property Fund



■ 5 years % pa  
■ 10 years % pa

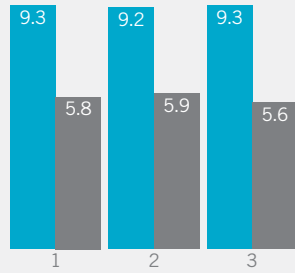
# How CFB funds performed continued

## Long term returns: independent assessment

Cumulative total returns: source Portfolio Evaluation Limited  
for the periods to 28 February 2017

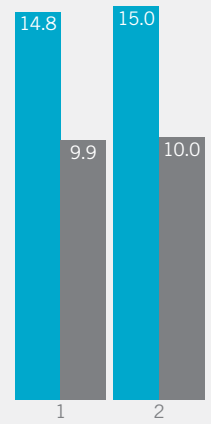
### UK Equity

- 1 CFB UK Equity Fund
- 2 UK Equity benchmark
- 3 UK Equity benchmark ethically adjusted



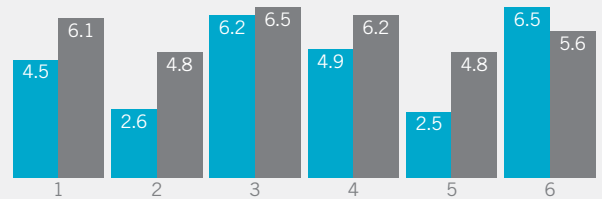
### Overseas Equities

- 1 CFB Overseas Fund
- 2 Overseas benchmark



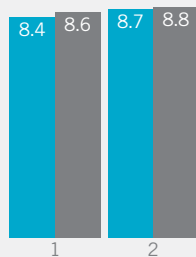
### UK Fixed Interest

- 1 CFB Gilt Fund
- 2 CFB Short Fixed Interest Fund
- 3 CFB Corporate Bond Fund
- 4 Gilt benchmark
- 5 Short Fixed Interest benchmark
- 6 Corporate Bond benchmark



### UK Inflation Linked

- 1 CFB Inflation Linked Fund
- 2 Inflation Linked benchmark



■ 5 years % pa  
■ 10 years % pa

# CFB funds in detail

## Managed Equity Fund

### Investment objective

Over rolling five year periods, to achieve through holdings in the CFB UK Equity and Overseas funds, a total return equal to or in excess of the composite index measuring the constituent asset classes.

### Investment parameters

(reviewed annually)

CFB UK Equity Fund	80-90%
CFB Overseas Fund	10-20%
Dilution levy	0.22% of unit value

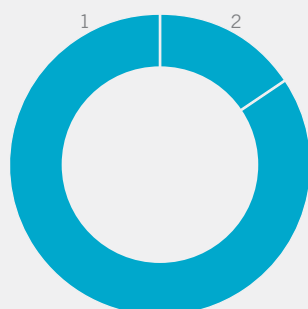
### Dealing dates

1st, 11th and 21st of each month.

### Summary of investments and other assets

as at 28 February 2017

- 1 UK Equity Fund 84.3%
- 2 Overseas Fund 15.7%



## Managed Fixed Interest Fund

### Investment objective

Over rolling five year periods, to achieve through holdings in the CFB Gilt, Corporate Bond and Short Fixed Interest funds, a total return equal to or in excess of the UK Government fixed interest market.

### Investment parameters

(reviewed annually)

CFB Gilt Fund	30-50%
CFB Corporate Bond Fund	5-15%
CFB Short Fixed Interest Fund	40-60%
Modified duration	6.0-9.0 years
Dilution levy	0.14% of unit value

### Dealing dates

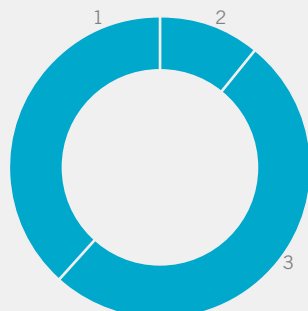
1st, 11th and 21st of each month.

### Summary of investments and other assets

as at 28 February 2017

- 1 Gilt Fund 38.2%
- 2 Corporate Bond Fund 11.0%
- 3 Short Fixed Interest Fund 50.8%

Modified duration of fund 7.2 years



## Managed Mixed Fund

### Investment objective

Over rolling five year periods, to achieve through holdings in the CFB UK Equity, Overseas, Gilt, Corporate Bond, Short Fixed Interest, Inflation Linked and Property funds, a total return equal to or in excess of a composite index measuring the constituent asset classes.

### Investment parameters

(reviewed annually)

Equities and Inflation Linked Securities	60-80%
- CFB UK Equity Fund	(50-70)%
- CFB Overseas Fund	(5-15)%
- CFB Inflation Linked Fund	(0-5)%
Fixed Interest Securities	10-30%
- CFB Gilt Fund	(5-15)%
- CFB Corporate Bond Fund	(0-10)%
- Short Fixed Interest Fund	(0-10)%
Property Fund	0-20%
Dilution levy	0.35% of unit value

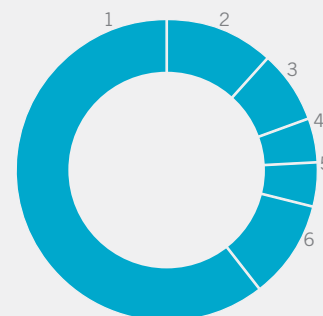
### Dealing dates

1st, 11th and 21st of each month.

### Summary of investments and other assets

as at 28 February 2017

- 1 UK Equity Fund 60.4%
- 2 Overseas Fund 11.8%
- 3 Gilt Fund 7.7%
- 4 Corporate Bond Fund 4.8%
- 5 Short Fixed Interest Fund 4.8%
- 6 Property Fund 10.5%



# CFB funds in detail continued

## Managed Methodist Council Medium Term Fund

### Investment objective

Over the medium term, to provide income and to preserve nominal capital value with some prospect of capital growth.

### Investment parameters

(reviewed annually)

Equities	30-50%
– UK Equity Fund	(15-25)%
– Overseas Fund	(15-25)%
Long Fixed Interest Securities	15-25%
– Gilt Fund	(0-25)%
– Corporate Bond Fund	(0-25)%
Short Fixed Interest Fund	25-35%
Property Fund	5-15%
Cash	0-5%
Dilution levy	0.32% of unit value

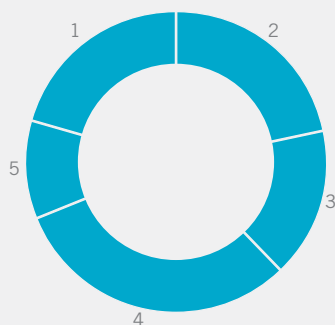
### Dealing dates

1st, 11th and 21st of each month.

### Summary of investments and other assets

as at 28 February 2017

- 1 UK Equity Fund 20.4%
- 2 Overseas Fund 21.8%
- 3 Corporate Bond Fund 16.1%
- 4 Short Fixed Interest Fund 31.2%
- 5 Property Fund 10.5%



## Managed Methodist Council Long Term Fund

### Investment objective

This fund is designed for investors with a time horizon of more than 7 years.

### Investment parameters

(reviewed annually)

Equities	60-80%
– UK Equity Fund	(30-40)%
– Overseas Fund	(30-40)%
Inflation Linked Fund	0-10%
Long Fixed Interest Securities	5-15%
– Gilt Fund	(0-15)%
– Corporate Bond Fund	(0-15)%
Property Fund	10-20%
Cash	0-5%
Dilution levy	0.38% of unit value

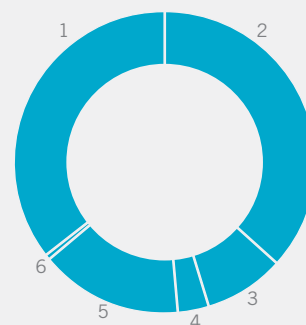
### Dealing dates

1st, 11th and 21st of each month.

### Summary of investments and other assets

as at 28 February 2017

- 1 UK Equity Fund 35.5%
- 2 Overseas Fund 36.7%
- 3 Corporate Bond Fund 8.6%
- 4 Inflation Linked Fund 3.5%
- 5 Property Fund 15.3%
- 6 Cash 0.4%



### Risk warning

CFB Funds are designed for long term investors. While we hope that unit values will rise, prices can and do fall. They are not suitable for you to use if you cannot accept the possibility of capital losses.

# CFB funds in detail continued

## Deposit Fund

### Investment objective

To obtain the higher rates of interest usually available in the London Money Market whilst maintaining the ability to make withdrawals at short notice and with minimal risk of capital loss.

### Investment parameters

To match the parameters of Affirmative Deposit Fund which are:

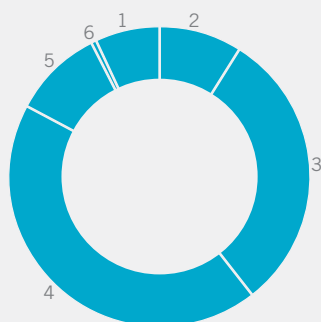
On call or repayable within 5 business day	Minimum 10%
Maximum period of redemption (other than floating rate securities)	24 months
Maximum period between coupon changes on floating rate securities	6 months
Maximum average life (excluding arrangements for specific clients)	180 days
Total expense ratio	0.24%

### Summary of investments by credit rating\*

as at 28 February 2017

- 1 Aa1 6.9%
- 2 Aa2 9.0%
- 3 Aa3 30.5%
- 4 A1 43.4%
- 5 A2 9.7%
- 6 A3 0.5%

Average life of fund 106 days



\*Figures based on underlying holding in the Affirmative Deposit Fund for Charities.

### Distributions

Distributions are paid on the last calendar day of each month, and during the period are as follows:

For the period ended	Average rate %	Average AER %
31 March 2016	0.57	0.57
30 April 2016	0.57	0.57
31 May 2016	0.57	0.57
30 June 2016	0.60	0.60
31 July 2016	0.60	0.60
31 August 2016	0.51	0.51
30 September 2016	0.47	0.47
31 October 2016	0.47	0.47
30 November 2016	0.47	0.47
31 December 2016	0.43	0.43
31 January 2017	0.42	0.42
28 February 2017	0.42	0.42

### Income distribution history

Year to February	Average rate %	Average AER %
2013	1.25	1.26
2014	0.88	0.88
2015	0.58	0.58
2016	0.53	0.53
2017	0.51	0.51

### Total expense ratio\*

	2017 %	2016 %
Administration grant	0.21	0.21
Trustee fees	0.02	0.02
Other expenses	0.01	0.01
Total expense ratio	0.24	0.24

\*Trustees fees relate to the Fund's investment in the Affirmative Deposit Fund for Charities.

### Net asset value

Date	Net asset value £.m
28 February 2013	335.9
28 February 2014	354.3
28 February 2015	360.1
29 February 2016	357.8
28 February 2017	369.8

### Summary of deposits by banking group\*

As at 28 February 2017	28/02/17 %	29/02/16 %
Mitsubishi UFJ Trust and Banking Corporation	15.1	15.5
Santander	13.0	13.3
Sumitomo Mitsui Banking Corporation	13.0	13.3
Nationwide	10.8	13.3
Lloyds	10.8	11.1
Societe Generale	6.5	11.1
CIC	6.5	8.9
Mizuho	5.4	0.0
HSBC	4.8	0.2
Development Bank of Singapore	4.3	0.0
Commonwealth Bank of Australia	3.3	2.9
Royal Bank of Canada	1.9	2.0
Toronto Dominion	1.3	1.3
DZ Bank	1.1	0.0
Westpack Banking Corporation	0.9	0.9
SE Banken	0.9	0.9
CIBC	0.4	0.0
Barclays	0.0	2.2
Natonal Australia Bank	0.0	1.1
BNP Paribas	0.0	1.1
Bank of Montreal	0.0	0.9
Royal Bank of Scotland	0.0	0.0
	100.0	100.0

\*Figures based on underlying holding in the Affirmative Deposit Fund for Charities.

# CFB funds in detail continued

## UK Equity Fund

### Investment objective

Over rolling five year periods, to achieve mainly through a portfolio of UK equities, a total return equal to or in excess of the UK equity market.

### Investment parameters

(reviewed annually)

UK Equities	95-100%
Cash	0-5%
Total expense ratio	0.35%
Dilution levy	0.25% of unit value

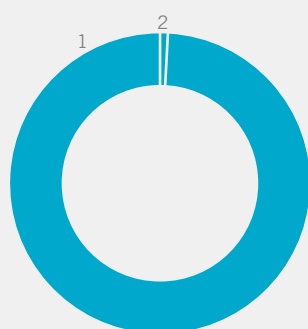
### Dealing dates

1st, 11th and 21st of each month.

### Summary of investments and other assets

as at 28 February 2017

- 1 Equities 99.1%
- 2 Cash 0.9%



### Summary of investments and other assets

as at 28 February 2017

	Market value £'000s 28/02/17	CFB %	Benchmark %
Oil & Gas Producers	53,340	13.7	11.6
Oil Equipment & Services	–	–	0.3
Chemicals	4,481	1.1	0.6
Forestry & Paper	1,032	0.3	0.3
Industrial Metals	–	–	0.1
Mining	17,983	4.6	6.3
Construction & Materials	6,541	1.7	1.3
Aerospace	–	–	1.9
General Industrials	3,017	0.8	0.9
Electronic & Electrical Equipment	2,090	0.5	0.5
Industrial Engineering	4,523	1.2	0.7
Industrial Transportation	1,760	0.4	0.4
Support Services	18,499	4.8	5.2
Automobiles & Parts	–	–	0.3
Beverages	865	0.2	2.8
Food Producers	3,740	1.0	0.7
Household Goods	18,173	4.7	3.4
Personal Goods	14,218	3.7	2.4
Tobacco	–	–	5.7
Healthcare Equipment & Services	4,869	1.2	0.9
Pharmaceuticals & Biotechnology	44,963	11.6	8.5
Food & Drug Retailers	4,978	1.3	1.3
General Retailers	6,045	1.6	1.8
Media	19,164	4.9	3.8
Travel & Leisure	10,984	2.8	4.4
Fixed Line Telecommunications	7,960	2.0	1.3
Mobile Telecommunications	12,700	3.3	2.5
Electricity	3,745	1.0	0.7
Gas, Water & Multi-Utilities	15,662	4.0	2.8
Banks	42,791	11.0	10.8
Non-Life Insurance	2,534	0.7	1.1
Life Insurance	19,859	5.1	4.5
Real Estate Investment Trusts	7,793	2.0	2.0
Real Estate Investment Services	1,267	0.3	0.5
Financial Services	9,566	2.5	2.6
Equity Investment Instruments	15,552	4.0	4.2
Software & Computer Services	7,667	2.0	0.8
Technology Hardware & Equipment	–	–	0.1
<b>Total investments</b>	<b>388,361</b>	<b>100.0</b>	<b>100.0</b>
<b>Net cash</b>	<b>3,546</b>		
<b>Total value of fund</b>	<b>391,907</b>		



# CFB funds in detail continued

## UK Equity Fund continued

### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<b>Oil &amp; Gas Producers</b>		
BP	4,000	18,138
iShares S&P Global Energy Sector Fund	226	6,031
Royal Dutch Shell B	1,252	27,201
Statoil	138	1,970
		53,340
<b>Chemicals</b>		
Croda International	37	1,298
Johnson Matthey	38	1,177
Victrex	105	2,006
		4,481
<b>Forestry &amp; Paper</b>		
Mondi	55	1,032
		1,032
<b>Mining</b>		
Anglo American	222	2,820
BHP Billiton	420	5,447
Randgold Resources	23	1,689
Rio Tinto	244	8,027
		17,983
<b>Construction &amp; Materials</b>		
CRH	166	4,503
Watkin Jones	1,375	2,038
		6,541
<b>General Industrials</b>		
Smith (DS)	677	3,017
		3,017
<b>Electronic &amp; Electrical Equipment</b>		
Spectris	86	2,090
		2,090
<b>Industrial Engineering</b>		
Rotork	900	2,222
Spirax-Sarco	52	2,301
		4,523
<b>Industrial Transportation</b>		
Fisher(James) & Sons	110	1,760
		1,760
<b>Support Services</b>		
Ashtead Group	221	3,660
Bunzl	67	1,511
Diploma	180	1,926
Experian	192	3,066
Intertek Group	32	1,129
IWG	550	1,555
RWS Holdings	500	1,652
Sthree	495	1,542
Wolseley	50	2,458
		18,499

### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<b>Beverages</b>		
Coca Cola	45	865
		865
<b>Food Producers</b>		
Associated British Foods	82	2,159
Hilton Food Group	255	1,581
		3,740
<b>Household Goods and Home Construction</b>		
Berkeley Group	82	2,413
Gleeson (MJ) Group	315	1,827
Persimmon	144	2,966
Reckitt Benkiser	150	10,967
		18,173
<b>Personal Goods</b>		
Burberry Group	78	1,346
Ted Baker	62	1,740
Unilever	292	11,132
		14,218
<b>Healthcare Equipment &amp; Services</b>		
Dignity	90	2,338
Smith & Nephew	209	2,531
		4,869
<b>Pharmaceuticals &amp; Biotechnology</b>		
Astrazeneca	297	13,793
Glaxosmithkline	1,157	19,067
Shire	212	10,291
The Biotech Growth Trust	240	1,812
		44,963
<b>Food &amp; Drug Retailers</b>		
Sainsbury (J)	474	1,268
Tesco	1,970	3,710
		4,978
<b>General Retailers</b>		
Kingfisher	460	1,514
Marks & Spencer Group	270	904
Next	36	1,378
WH Smith	133	2,249
		6,045
<b>Media</b>		
ITV	1,567	3,173
Lion Hudson	171	0
Next Fifteen Comms	505	1,956
Pearson	129	866
Relx	334	5,023
Sky	209	2,085
WPP Group	320	6,061
		19,164

# CFB funds in detail continued

## UK Equity Fund continued

### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<b>Travel &amp; Leisure</b>		
Carnival	36	1,583
Compass Group	328	4,910
Intercontinental Hotels	35	1,329
Intl Consolidated Airlines	336	1,804
Whitbread	36	1,358
		10,984
<b>Fixed Line Telecommunications</b>		
BT Group	2,435	7,960
		7,960
<b>Mobile Telecommunications</b>		
Vodafone Group	6,290	12,700
		12,700
<b>Electricity</b>		
SSE	243	3,745
		3,745
<b>Gas, Water &amp; Multi-Utilities</b>		
Centrica	1,240	2,812
National Grid	915	8,944
Pennon Group	160	1,386
Severn Trent	62	1,444
United Utilities Group	110	1,076
		15,662
<b>Banks</b>		
Barclays	3,075	6,965
HSBC Holdings	3,500	22,628
Lloyds Banking Group	12,770	8,769
Royal Bank of Scotland	420	998
Standard Chartered	475	3,431
		42,791
<b>Non-Life Insurance</b>		
Direct Line In. Group	738	2,534
		2,534
<b>Life Insurance</b>		
Aviva	963	4,796
Legal & General	1,025	2,545
Old Mutual	646	1,409
Prudential	460	7,392
St. James' Place	238	2,511
Standard Life	327	1,206
		19,859
<b>Real Estate Investment Trusts</b>		
British Land	185	1,142
Custodian Reit	1,202	1,340
Great Portland Estates	319	2,063
Land Securities Group	148	1,576
Primary Health Properties	1,530	1,672
		7,793
<b>Real Estate Investment Services</b>		
St Modwen Properties	370	1,267
		1,267

### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<b>Financial Services</b>		
Harwood Wealth	1,300	2,210
Jupiter Fund Management	420	1,761
London Stock Exchange	45	1,385
Rathbone Brothers	84	1,902
Schroders	38	1,168
Schroders NV	51	1,140
		9,566
<b>Equity Investment Instruments</b>		
3i Infrastructure	1,050	2,043
Herald Ventures II	0	548
Herald Ventures	0	21
HG Capital Trust	112	1,762
Impax Environmental Markets	760	1,704
Impax New Energy	304	267
Ishares FTSE 100 UCITS ETF	150	1,084
North Atlantic Smaller Companies	190	4,816
Oryx International Growth	525	3,307
		15,552
<b>Software &amp; Computer Services</b>		
Herald Investment Trust	165	1,531
Keywords Studios	335	2,084
Micro Focus International	122	2,657
Sage Group	216	1,395
		7,667
<b>Total investments</b>		<b>388,361</b>
<b>Net current assets</b>		<b>3,546</b>
<b>Total value of fund</b>		<b>391,907</b>

# CFB funds in detail continued

## Overseas Fund

### Investment objectives

Over rolling five year periods, to achieve mainly through a portfolio of overseas equities and inflation linked securities, a total return equal to or in excess of non-UK equity markets.

### Investment parameters

(reviewed annually)

Overseas Equities	90-100%
– N America	(54.7-64.7)%
– Europe ex UK	(11.0-21.0)%
– Japan	(4.0-14.0)%
– Pacific ex Japan	(7.5-17.5)%
– Latin America, Middle East and Africa combined	(0-7.8)%
Inflation Linked Securities	0-5%
Cash	0-5%
Total expense ratio	0.78%
Dilution levy	0.05% of unit value

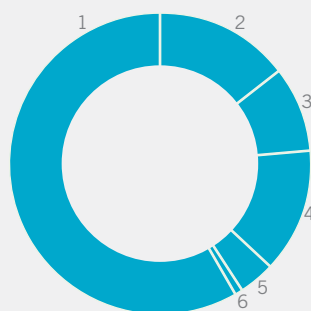
### Dealing dates

1st, 11th and 21st of each month.

### Summary of investments and other assets

as at 28 February 2017

- 1 North America 58.2%
- 2 Europe 14.6%
- 3 Japan 9.2%
- 4 Pacific Basin ex Japan 13.3%
- 5 Rest of the World 3.8%
- 6 Cash 0.9%



### Summary of investments and other assets

as at 28 February 2017

	Market value £'000s 28/02/17	CFB %	Benchmark %
North America	109,667	58.7	59.6
Europe	27,626	14.8	17.0
Japan	17,393	9.3	9.1
Pacific Basin ex-Japan	25,081	13.4	11.8
Rest of the World	7,084	3.8	2.5
<b>Total investments</b>	<b>186,851</b>	<b>100.0</b>	<b>100.0</b>
<b>Net cash</b>	<b>1,710</b>		
<b>Total value of fund</b>	<b>188,561</b>		

### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<i>North America</i>		
<b>Canada*</b>		
Allied Properties REIT Trust	4	79
Altagas	8	149
ARC Resources	7	89
ATCO Class 1	3	71
Bank of Montreal	4	260
BCE	3	100
Bank of Nova Scotia	8	385
Brookfield Asset Management	8	219
Brookfield Business Partners	2	43
Brookfield Infrastructure	2	56
Brookfield Property Partners	6	112
Brookfield Renewable	4	102
Canadian Imperial Bank of Commerce	2	129
Canadian National Railway	5	298
Canadian Pacific Railway	1	91
Canadian Real Estate Investment Trust	3	101
Chartwell Retirement Residences	5	47
DH Corporation	1	19
Emera	2	57
Fairfax Financial Holdings	0.2	69
Finning International	3	43
First Capital Realty	6	77
Fortis	5	123
Intact Financial	1	79
Interfor	7	71
Loblaw	4	158
Manulife Financial	11	160
Maple Leaf Foods	6	116
Methanex	2	85
Onex	2	93
Pembina Pipeline	8	200
Power Corporation of Canada	7	139
Prairiesky Royalty	3	61
Rogers Communications	3	108
Royal Bank of Canada	8	453
Shaw Communications	5	76
Sun Life Financial	3	91
Telus	3	86
Thomson Reuters	4	128
Toronto Dominion Bank	10	434
Transcanada	10	376
Veresen	6	50
		<b>5,683</b>

\*Managed by RBC Toronto

# CFB funds in detail continued

## Overseas Fund continued

### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<b>United States</b>		
Consumer Discretionary SPDR	45	3,153
General Board US Equity Fund	2,574	72,391
General Board US Equity Index Fund	949	9,064
Health Care Sector SPDR	58	3,492
Real Estate Sector SPDR	21	533
Industrials Sector SPDR	53	2,834
Financials Sector SPDR	148	2,923
Utilities Select Sector SPDR	2	96
Consumer Staples Sector SPDR	48	2,116
Technology Sector SPDR	130	5,486
Energy Sector SPDR	22	1,280
Vanguard Telecom	8	616
		103,984
<i>Europe</i>		
<b>Austria</b>		
Erste Group Bank	2	54
Omv Group	1	34
		88
<b>Belgium</b>		
GBL New	1	41
KBC Group	2	75
Proximus	1	31
Solvay	1	53
UCB	1	55
		255
<b>Switzerland</b>		
ABB	11	194
Actelion	1	109
Adecco	1	54
Chocolade Lindt & Spruengli	0.006	75
Credit Suisse Group	11	140
EMS-Chemie	0.1	23
Geberit	0.2	73
Givaudan	0.1	73
Julius Bar Gruppe	2	65
Kuehne & Nagel International	0.4	46
Lafargeholcim	3	116
Lonza	0	62
Nestle	18	1,092
Novartis	14	891
Partners Group Holding	0.02	9
Richemont	3	164
Roche Holding	4	856
Schindler 'P'	0.4	55
Schindler 'R'	0.2	26
SGS Surveillance	0.04	69
Sika	0.02	77
Sonova	0.4	42
Swiss Life Holding	0.3	66
Swiss Reinsurance	2	128
Swisscom	0.2	64
Syngenta	0	172
The Swatch Group 'R'	0.4	18
The Swatch Group 'B'	0.2	62
UBS 'R'	21	257
Zurich Insurance Group	1	181
		5,260

### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<b>Germany</b>		
Adidas	1	155
Allianz	3	365
BASF	5	394
Bayer	5	423
Beiersdorf	1	64
BMW	2	156
Brenntag	1	55
Commerzbank	8	48
Continental	1	93
Daimler	6	322
Deutsche Bank	7	117
Deutsche Boerse	1	66
Deutsche Post	5	141
Deutsche Telekom	17	240
Deutsche Wohnen BR.SHS.	3	76
E.ON	15	94
Evonik Industries	1	23
Fresenius	2	124
Fresenius Medical Care	1	77
Gea Group	2	53
Hannover Rueckversicherung	1	54
Heidelbergcement	1	83
Henkel	2	183
Infineon Technologies	6	86
Linde	1	130
Man	0.3	21
Merck Kgaa	1	88
Metro	1	25
Muenchener Rueckversicherung	1	117
Prosiebensat.1	2	55
SAP	5	380
Siemens	4	453
Symrise	1	50
Talanx Aktiengesellschaft	0.3	9
Telefonica	5	18
United Internet	1	35
Volkswagen	2	180
Vonova	3	72
		5,125
<b>Denmark</b>		
A P Moller - Maersk A	0.03	41
A P Moller - Maersk B	0.05	63
Christian Hansen Holding	0.7	34
Coloplast	0.8	45
Danske Bank	4	105
Dong Energy	1	18
DSV	1	56
Genmab	0	48
Novo Nordisk	11	301
Novozymes	2	56
Pandora	1	75
Vestas Windsystems	1	70
		912

# CFB funds in detail continued

## Overseas Fund continued

### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<b>Spain</b>		
Abertis Infraestructuras	3	38
ACS Actividades	2	43
Aena Shares	1	62
Amadeus It Holding	3	105
Banco de Sabadell	41	49
Banco Santander	82	360
Bankia	37	29
BBV Argentaria	37	195
Caixabank	21	59
Endesa	3	43
Ferrovial	3	51
Gas Natural	3	39
Grifols B	2	32
Grifols A	3	45
Iberdrola	32	170
Inditex	6	150
Red Electrica Corporation	3.2	47
Repsol	6	76
Telefonica	25	209
		1,802
<b>Finland</b>		
Fortum	4	48
Kone	3	94
Neste	1	29
Nokia	31	128
Sampo	3	117
UPM - Kymmene	3	58
Wartsila	1	50
		524
<b>France</b>		
Accor	1	46
ADP	0.2	21
Air Liquide	2	186
Atos	1	65
Axa	11	206
BNP Paribas	5	255
Bolloré	9	28
Bouygues	2	47
Bureau Veritas International	2	27
Cap Gemini	1	86
Carrefour	4	84
CNP Assurances	2	25
Credit Agricole	6	61
Danone	3	167
Dassault Systemes	1	65
EDF	2	18
Engie	10	97
Essilor International	1	101
Gecina	0.3	26
Hermes International	0.2	70
Iliad	0.2	35
Kering	0	80

### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<b>France continued</b>		
Klepierre	1	43
L'Oreal	1	193
Legrand	1	65
Michelin	1	113
Natixis	8	35
Orange	11	129
Peugeot	3	46
Publicis Groupe	1	59
Renault	1	86
Saint Gobain	3	101
Sanofi	6	441
Schneider Electric	3	161
SFR Group	1	19
Societe Generale	4	143
Sodexo	1	71
St Microelectronics	4	49
Suez Environnement	3	33
Valeo	2	86
Vinci	3	147
Vivendi	8	111
		3,927
<b>Ireland</b>		
Kerry Group	1	63
Ryanair Holdings	2	22
		85
<b>Italy</b>		
Assicurazioni Generali	7	79
Atlantia	3	65
CNH Industrial	7	52
Enel	41	142
ENI	13	163
Exor	1	36
Ferrari	1	55
Fiat	8	69
Intesa Sanpaolo	63	119
Intesa Sanpaolo RSP	8	14
Luxottica	1	60
RCS Media Group	1	0
Snam	16	51
Telecom Italia	91	60
Telecom Italia RSP	45	24
Terna Rete Elettrica Naz	12	46
Unicredit	15	162
		1,197
<b>Luxembourg</b>		
RTL Group	0.3	15
SES FDR	2	40
Tenaris	4	46
		101

# CFB funds in detail continued

## Overseas Fund continued

### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<b>Netherlands</b>		
ABN Amro	2	32
Aegon	12	52
Akzo Nobel	1	75
Altice A Shares	2	41
Altice B Shares	1	12
Arcelormittal	10	71
Asml Holding	2	182
DSM Koninklijke	1	51
ING Groep	21	231
Ahold Delhaize	7	123
KPN Kon	23	52
NN Group	2	53
Philips	5	119
Randstad Holding	1	42
Relx	5	69
Unibail Rodamco	1	127
Unilever	9	340
Wolters Kluwer	2	66
		1,738
<b>Norway</b>		
DNB	5	71
Gjensidige Forsikring	1	16
Orkla	6	40
Statoil	5	72
Telenor	6	74
Yara International	1	43
		316
<b>Portugal</b>		
Energias De Portugal	14	35
Galp Energia	3	35
Jeronimo Martins	2	26
		96
<b>Sweden</b>		
Assa Abloy	6	86
Atlas Copco A	3	87
Atlas Copco B	2	53
Ericsson	21	109
Hennes & Mauritz	5	109
Hexagon	2	64
Industrivarden A	2	27
Industrivarden B	1	21
Investor	2	77
Nordea Bank	22	210
Sandvik	8	92
SCA	4	102
Scania	2	0
SEB	8	71
Skanska	3	58
SKF A	0	2
SKF B	2	35
Svenska Handelsbank	8	91
Swedbank	6	112
TeliaSonera	20	64
Volvo	8	88
		1,558

### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<b>European Composite</b>		
Central Europe and Russia Fund	27	455
Vanguard FTSE Developed Europe	177	4,186
		4,641
<b>Japan</b>		
Baillie Gifford Japan	118	726
First State Investments Japan Equity B	4326	6,006
Vanguard FTSE Japan	487	10,661
		17,393
<b>Pacific Basin Composite</b>		
Generation IM Asia	31	3,398
Stewart Asia Pacific B	1,169	16,740
Stewart Investors Asia B Sustainability	991	4,943
		25,081
<b>Rest of the World</b>		
Stewart Investors Global Emerging	108	927
Stewart Investors Latin B	493	1,305
		2,232
<b>Global</b>		
Generation IM Climate Solution Fund	1,460	536
Generation Global Equity Fund	13	3,306
Vanguard FTSE All World	17	1,010
		4,852
<b>Total investments</b>		<b>186,851</b>
<b>Net cash</b>		<b>1,710</b>
<b>Total value of fund</b>		<b>188,561</b>

# CFB funds in detail continued

## Gilt Fund

### Investment objectives

Over rolling five year periods, to achieve mainly through a portfolio of long-dated sterling denominated UK Government securities with an income yield close to the redemption yield prevailing on UK Government securities, a total return equal to or in excess of the UK Government fixed interest market.

### Investment parameters

(reviewed annually)

Government Securities	95-100%
Cash	0-5%
Modified duration	9.6-12.6 years
Total expense ratio	0.15%
Dilution levy	0.06% of unit value

### Dealing dates

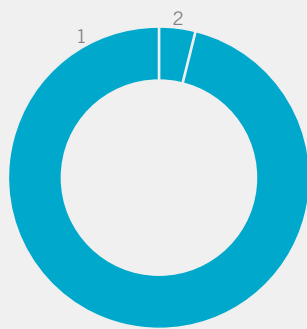
1st, 11th and 21st of each month.

### Summary of investments and other assets

as at 28 February 2017

- 1 British Government 96.0%
- 2 Cash 4.0%

Modified duration  
of fund 10.8 years



### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
Treasury 1¼% 2018	1,225	1,245
Treasury 1¾% 2019	500	520
Treasury 2% 2020	750	795
Treasury 3¾% 2020	900	1,013
Treasury 1½% 2021	450	471
Treasury 3¾% 2021	1,100	1,269
Treasury 4% 2022	250	295
Treasury 1½% 2022	575	574
Treasury 1¾% 2022	1,300	1,388
Treasury 2¼% 2023	950	1,048
Treasury 2% 2025	1,000	1,088
Treasury 1½% 2026	1,500	1,558
Treasury 4¼% 2027	750	986
Treasury 4¾% 2030	600	854
Treasury 4¼% 2032	900	1,238
Treasury 4½% 2034	900	1,297
Treasury 4¼% 2036	625	887
Treasury 4¾% 2038	800	1,241
Treasury 4¼% 2039	350	512
Treasury 4¼% 2040	650	964
Treasury 4½% 2042	550	862
Treasury 3¾% 2044	1,200	1,572
Treasury 3½% 2045	650	894
Treasury 4¼% 2046	400	629
Treasury 4¼% 2049	450	736
Treasury 4¼% 2055	400	700
Treasury 4% 2060	300	522
<b>Total value of fund</b>		<b>25,158</b>

# CFB funds in detail continued

## Corporate Bond Fund

### Investment objectives

Over rolling five year periods, to achieve mainly through a portfolio of sterling denominated corporate and sub-sovereign fixed interest securities, a total return equal to or in excess of the UK corporate bond market.

### Investment parameters

(reviewed annually)

Credit rating AAA and AA	55-85%
Other investment grade or secured issues	15-45%
Cash and bonds under 1 year to maturity	0-5%
Modified duration	6.8-9.8 years
Total expense ratio	0.38%
Dilution levy	0.55% of unit value

### Dealing dates

1st, 11th and 21st of each month.

## Summary of investments and other assets

as at 28 February 2017

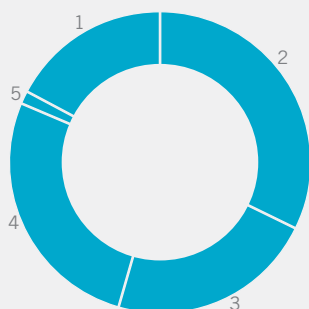
	Holding 000s	28/02/17 £'000s
Affirmative Corporate Bond Fund	86,662	105,387
		105,387
<b>Net current assets</b>		<b>543</b>
<b>Total value of fund</b>		<b>105,930</b>

### Summary of investments and other assets

as at 28 February 2017

- 1 Collateralised 17.1%
- 2 Supranationals and agencies 32.4%
- 3 Corporate Unsecured  
– Financials 22.3%
- 4 Corporate Unsecured  
– Non Financials 26.8%
- 5 Cash 1.4%

Modified duration  
of fund 8.0 years

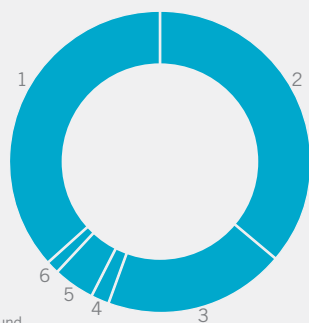


### Summary of investments by credit rating\*

as at 28 February 2017

- 1 AAA 36.4%
- 2 AA 36.2%
- 3 A 19.4%
- 4 BBB 2.0%
- 5 Debentures 4.6%
- 6 Cash 1.4%

\*Credit rating breakdown relates to the Fund's investment in the Affirmative Corporate Bond Fund





# CFB funds in detail continued

## Short Fixed Interest Fund

### Investment objectives

Over rolling five year periods, to achieve mainly through a portfolio of short-dated sterling denominated fixed interest securities with an income yield close to the redemption yield prevailing on short-dated UK Government securities, a total return equal to or in excess of the short-dated UK Government fixed interest market.

### Investment parameters

(reviewed annually)

Government Securities	70-90%
Debentures and Unsecured Loans	10-30%
Cash	0-5%
Modified duration	3.0-6.0 years
Total expense ratio	0.15%
Dilution levy	0.13% of unit value

### Dealing dates

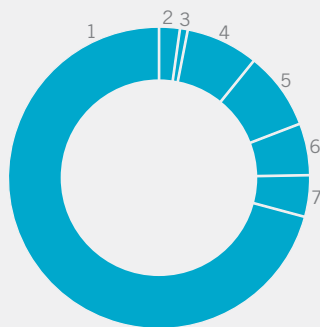
1st, 11th and 21st of each month.

### Summary of investments and other assets

as at 28 February 2017

- 1 British Government 70.7%
- 2 Collateralised 2.3%
- 3 Debentures 1.0%
- 4 Supranationals 7.6%
- 5 Corporate Unsecured  
– Financials 8.4%
- 6 Corporate Unsecured  
– Non Financials 5.5%
- 7 Cash 4.5%

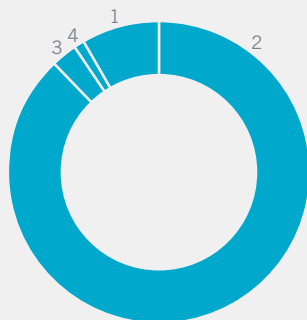
Modified duration  
of fund 4.3 years



### Summary of investments by credit rating

as at 28 February 2017

- 1 AAA 8.3%
- 2 AA 88.0%
- 3 A 2.7%
- 4 Debentures – not rated 1.0%



### Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<b>British Government Stock</b>		
Treasury 1¼% 2018	950	966
Treasury 1¾% 2019	2,050	2,132
Treasury 2% 2020	1,575	1,670
Treasury 1½% 2021	1,900	1,989
Treasury 3¾% 2021	575	663
Treasury 4% 2022	300	354
Treasury ½% 2022	1,250	1,247
Treasury 1¾% 2022	600	640
Treasury 2¼% 2023	700	772
Treasury 2¾% 2024	850	972
Treasury 2% 2025	575	626
Treasury 1½% 2026	1,225	1,272
		13,303
<b>Collateralised</b>		
Bank of Scotland 47/8 2024	350	436
		436
<b>Debentures</b>		
Scottish American 8% 2022	150	179
		179
<b>Supranational</b>		
CADES 1% 2018	400	402
European Investment Bank 1½% 2019	200	204
Deutsche Bahn 2¾% 2022	150	164
Temasek Financial 4½% 2022	350	415
European Investment Bank 1% 2026	250	238
		1,423
<b>Corporate Unsecured – Financial</b>		
National Australia Bank 3⅝% 2017	250	255
Lloyds Bank 2¾% 2018	200	207
Nationwide 5⅝% 2019	150	168
Wespac 5% 2019	125	139
SEB 1¼% 2022	500	498
Svenska Handelsbank 2¾% 2022	125	135
GE Capital 5⅛% 2023	150	183
		1,585
<b>Corporate Unsecured – Non Financial</b>		
Unilever 2% 2018	100	102
Nestle 1¾% 2020	700	729
Johnson & Johnson 5½% 2024	150	195
		1,027
<b>Total investments</b>		<b>17,953</b>
<b>Net current assets</b>		<b>855</b>
<b>Total value of fund</b>		<b>18,808</b>

# CFB funds in detail continued

## Inflation Linked Fund

### Investment objectives

Over rolling five year periods, to achieve mainly through a portfolio of sterling denominated securities linked to the Retail Price Index or similar measure of inflation, a total return equal to or in excess of the UK Government Index-Linked market.

### Investment parameters

(reviewed annually)

Government Securities	80-100%
Debentures and Unsecured Loans	0-20%
Cash	0-5%
Modified duration	21.6-24.6 years
Total expense ratio	0.20%
Dilution levy	0.20% of unit value

### Dealing dates

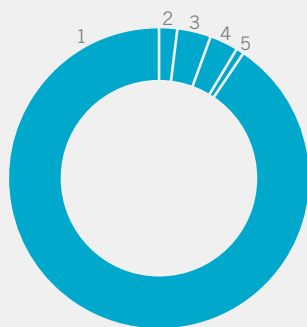
1st, 11th and 21st of each month.

### Summary of investments and other assets

as at 28 February 2017

- 1 British Government 90.4%
- 2 Supranational 2.2%
- 3 Corporate Unsecured  
– Financials 3.5%
- 4 Corporate Unsecured  
– Non Financials 3.1%
- 5 Cash 0.8%

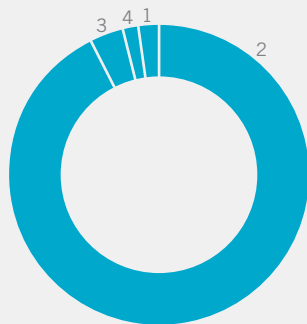
Modified duration  
of fund 22.6 years



### Summary of investments by credit rating

as at 28 February 2017

- 1 AAA 2.2%
- 2 AA 92.7%
- 3 A 3.5%
- 4 BB 1.6%



## Portfolio valuation

as at 28 February 2017

	Holding 000s	Market value £'000s
<b>British Government Stock</b>		
Treasury 2½% 2020	105	391
Treasury 1⅞% 2022	225	371
Treasury 2½% 2024	100	370
Treasury 1¼% 2027	500	948
Treasury ⅞% 2029	1,175	1,672
Treasury 1¼% 2032	575	1,098
Treasury ¾% 2034	1,275	2,190
Treasury 2% 2035	550	1,481
Treasury ⅝% 2040	575	1,174
Treasury ⅝% 2042	750	1,641
Treasury ⅞% 2046	850	1,446
Treasury ¾% 2047	900	2,252
Treasury ½% 2050	1,100	2,654
Treasury 1¼% 2055	550	1,949
Treasury ⅜% 2062	375	1,002
Treasury ⅞% 2065	300	721
		21,360
<b>Supranational</b>		
European Investment Bank 2.4% 2030	220	512
		512
<b>Corporate Unsecured – Financial</b>		
Nationwide 4¼% 2024	250	823
		823
<b>Corporate Unsecured – Non Financial</b>		
Network Rail 1¾ 2027	250	349
Tesco 1.982% 2036	300	384
		733
<b>Total investments</b>		<b>23,428</b>
<b>Net current assets</b>		<b>205</b>
<b>Total value of fund</b>		<b>23,633</b>

# CFB funds in detail continued

## Property Fund

### Investment objectives

To provide capital growth linked to the value of commercial property and to provide a high and growing yield.

### Investment parameters

(reviewed annually)

Property Income Trust for Charities 100%

### Dealing purchases

On first working day of each month.

### Sales

Quarterly on first working day of calendar quarter.

## Summary of investments and other assets

as at 28 February 2017

Property Income Trust  
for Charities 100.0%



For an information pack, please contact Christophe Borysiewicz, Client Relationship Manager, on 020 7496 3646 or email [christophe.borysiewicz@cfbmethodistchurch.org.uk](mailto:christophe.borysiewicz@cfbmethodistchurch.org.uk)

## Summary of investments and other assets

as at 28 February 2017

	Holding 000s	28/02/17 £'000s
Mayfair Property Income Fund for Charities	25,317	20,752
		20,752
<b>Net current assets</b>		<b>1</b>
<b>Total value of fund</b>		<b>20,753</b>

### Additional risk warning

The CFB Property Fund is not suitable for investors who might wish to realise their investment at short notice. Units can only be sold on the first working day of each calendar quarter and in extreme circumstances the illiquid nature of the underlying property assets of the Fund may result in unit redemptions being suspended for unspecified periods.

Investors should be aware that the Property Income Trust for Charities, in which the CFB Property Fund invests, is permitted to borrow up to a maximum of 50% loan to value and that the gearing effect of such borrowing significantly increases the risks of investing in the Fund. In adverse conditions capital losses and reductions in income payable to unitholders will be greater than for similar investments held through non-g geared funds.

**Central Finance Board of the Methodist Church**

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