

# CFB funds performance

## Year ended 28 February 2015

### Contents

How CFB funds performed	02
CFB funds in detail	05
– Managed Equity Fund	05
– Managed Fixed Interest Fund	05
– Managed Mixed Fund	05
– Deposit Fund	06
– UK Equity Fund	07
– Overseas Fund	11
– Gilt Fund	15
– Corporate Bond Fund	16
– Short Fixed Interest Fund	17
– Inflation Linked Fund	18
– Property Fund	19

# 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 Feb 2011	1550.0	40.87	306.6	5.05	63.1	5.11
29 Feb 2012	1490.7	49.06	304.1	4.58	61.4	4.76
28 Feb 2013	1641.9	50.19	348.5	5.77	57.3	4.92
28 Feb 2014	1853.3	55.94	373.4	5.09	59.7	4.15
28 Feb 2015	1878.1	55.52	434.5	5.44	65.4	4.40

### Schedule of Valuations and Distributions – Managed Funds

	Managed Equity Fund		Managed Fixed Interest Fund		Managed Mixed Fund	
	Valuation p	Annual Distribution p	Valuation p	Annual Distribution p	Valuation p	Annual Distribution p
28 Feb 2011	1857.9	46.03	176.3	5.81	338.9	10.22
29 Feb 2012	1795.9	53.89	191.9	5.51	338.6	10.96
28 Feb 2013	1990.8	56.61	194.0	5.00	365.6	11.26
28 Feb 2014	2229.4	61.54	187.9	4.65	394.9	11.54
28 Feb 2015	2309.1	62.09	197.9	4.58	413.0	12.84

### 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 Feb 2011	133.9	4.36	117.4	5.32	109.5	3.32	262.9	3.94
29 Feb 2012	150.5	4.14	124.4	5.27	116.9	3.09	308.5	3.83
28 Feb 2013	150.7	3.79	130.5	4.88	117.9	2.79	325.5	3.41
28 Feb 2014	144.9	3.54	128.2	4.53	114.3	2.62	317.1	3.28
28 Feb 2015	157.4	3.47	137.7	4.38	116.8	2.47	363.1	3.09

## 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

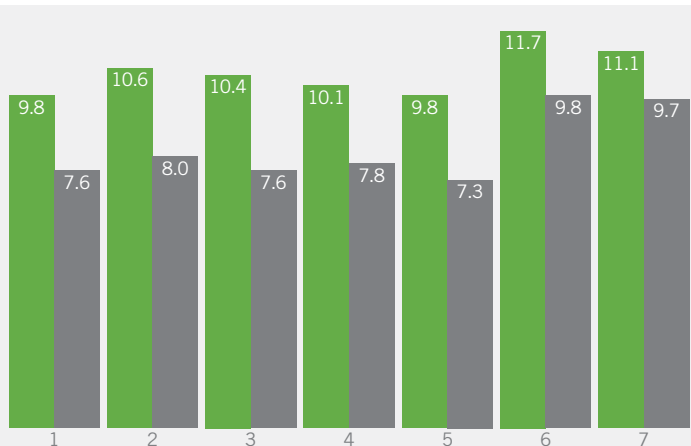
## Long term returns: internal assessment

### Total returns of audited unit values

for the periods to 28 February 2015

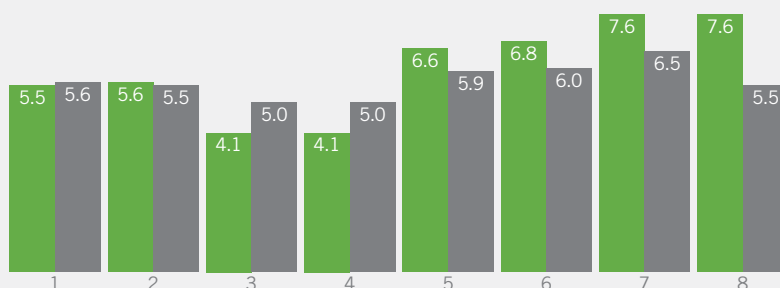
#### Equity and convertibles

- 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



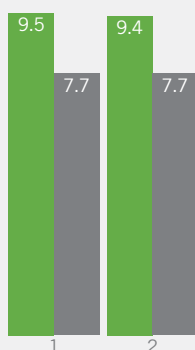
#### Fixed Interest

- 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



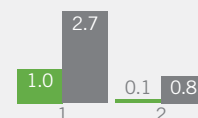
#### Inflation Linked

- 1 CFB Inflation Linked Fund
- 2 Inflation Linked benchmark



#### Cash

- 1 CFB Deposit Fund
- 2 Higher Rate Bank Deposits (over £10,000)



■ 5 years % pa  
■ 10 years % pa

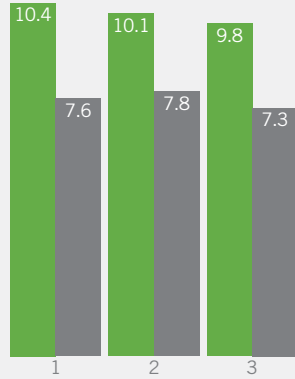
# How CFB funds performed continued

## Long term returns: independent assessment

Cumulative total returns: source Portfolio Evaluation Limited for the periods to 28 February 2015

### UK Equity

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



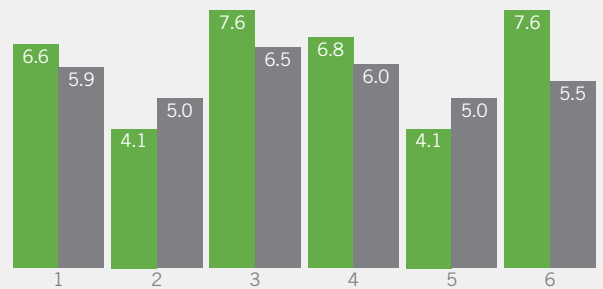
### Overseas Equities

- 1 CFB Overseas Fund
- 2 Overseas benchmark



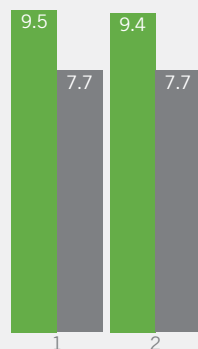
### UK Fixed Interest

- 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

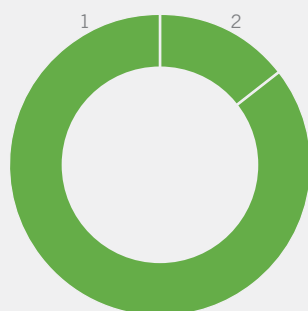
(reviewed annually)

CFB UK Equity Fund	80-90%
CFB Overseas Fund	10-20%
Dilution levy	0.26%

### Summary of investments and other assets

as at 28 February 2015

- 1 UK Equity Fund 85.5%
- 2 Overseas Fund 14.5%



## 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)

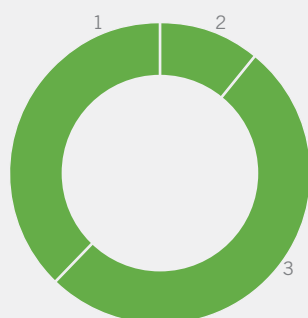
CFB Gilt Fund	30-50%
CFB Corporate Bond Fund	5-15%
CFB Short Fixed Interest Fund	40-60%
Modified duration	5.4-8.4 years
Dilution levy	0.13%

### Summary of investments and other assets

as at 28 February 2015

- 1 Gilt Fund 37.7%
- 2 Corporate Bond Fund 11.0%
- 3 Short Fixed Interest Fund 51.3%

Modified duration of fund 6.6 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

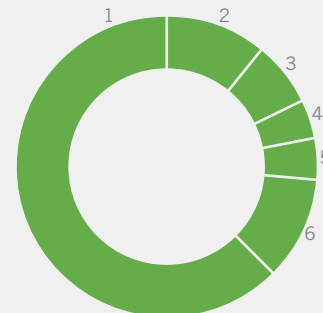
(reviewed annually)

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	(15-45)%
- CFB Gilt Fund	(15-35)%
- CFB Corporate Bond Fund	(0-10)%
- Short Fixed Interest Fund	(0-15)%
Property Fund	(0-20)%
Dilution levy	0.35%

### Summary of investments and other assets

as at 28 February 2015

- 1 UK Equity Fund 62.4%
- 2 Overseas Fund 11.1%
- 3 Gilt Fund 6.8%
- 4 Corporate Bond Fund 4.3%
- 5 Short Fixed Interest Fund 4.4%
- 6 Property Fund 11.0%



## 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:

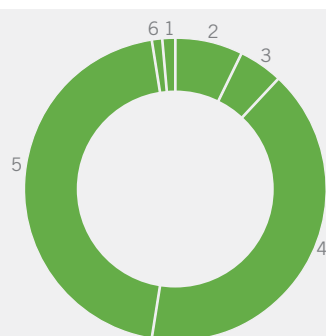
On call or repayable within 5 business day	Minimum 10%
Maximum period of redemption (other than floating rate securities)	24 months
Maximum period between coupon changes on floating rate securities	6 months
Maximum average life (excluding fixed terms arrangements made by specific clients)	150 days
Total expense ratio	0.24%

### Summary of investments by credit rating

as at 28 February 2015

1 Aa1	1.2%
2 Aa2	7.3%
3 Aa3	4.7%
4 A1	40.6%
5 A2	45.1%
6 BAA1	1.1%

Average life of fund 104 days



### 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 2014	0.70	0.70
30 April 2014	0.60	0.60
31 May 2014	0.60	0.60
30 June 2014	0.60	0.60
31 July 2014	0.56	0.56
31 August 2014	0.56	0.56
30 September 2014	0.56	0.56
31 October 2014	0.56	0.56
30 November 2014	0.56	0.56
31 December 2014	0.56	0.56
31 January 2015	0.56	0.56
28 February 2015	0.56	0.56

### Income history

Year to February	Average rate %	Average AER %	LIBID* AER %
2011	1.09	1.09	0.16
2012	1.25	1.26	0.19
2013	1.25	1.26	0.16
2014	0.88	0.88	0.12
2015	0.58	0.58	0.16

\*Represents the Gross LIBID rate less the CFB Deposit Fund expenses.

### Total expenses ratio

Expense type	28/02/15 %	28/02/14 %
CFB cost allocation	0.21	0.21
Corporate trustee charges	0.02	0.02
Other expenses	0.01	0.01
<b>Total expense ratio</b>	<b>0.24</b>	<b>0.24</b>

### Net asset value

Date	Net asset value £m
28 February 2011	369.5
29 February 2012	346.2
28 February 2013	335.9
28 February 2014	354.3
28 February 2015	360.1

### Summary of deposits by banking group\*

As at 28 February 2015	28/02/15 %	28/02/14 %
Santander	12.9	13.1
Sumitomo Mitsui Banking Corporation	12.9	10.9
Nationwide	12.9	4.4
Lloyds	11.1	12.5
Credit Agricole	10.7	10.7
Mitsubishi UFJ Trust and Banking Corporation	10.7	2.2
Societe Generale	6.4	13.1
DZ Bank	5.4	–
Commonwealth Bank of Australia	2.8	2.6
Barclays	2.1	13.1
Rabobank	2.1	2.2
CIC	2.1	–
HSBC	1.5	1.1
Toronto Dominion	1.3	–
Royal Bank of Scotland	1.1	2.2
Natonal Australia Bank	1.1	2.2
BNP Paribas	1.1	1.1
Bank of Montreal	0.9	0.9
Westpack Banking Corporation	0.9	–
UBS	–	3.3
SE Banken	–	3.3
Svenska Handelsbanken	–	1.1
	<b>100.0</b>	<b>100.0</b>

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

# 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)

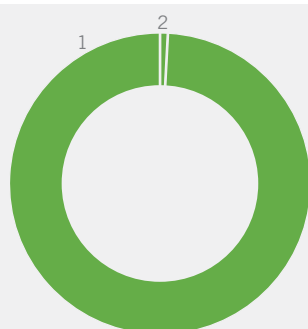
UK Equities	95-100%
Cash	0-5%
Total expense ratio	0.28%
Dilution levy	0.28%

### Valuation of UK Equity Fund

as at 28 February 2015

1 Equities 99.0%

2 Cash 1.0%



### Summary of investments and other assets

as at 28 February 2015

	Market value £'000s 28/02/15	CFB %	Benchmark %
Oil & Gas Producers	48,113	12.9	11.9
Oil Equipment & Services	470	0.1	0.4
Chemicals	3,008	0.8	0.7
Forestry & Paper	-	-	0.2
Industrial Metals	-	-	-
Mining	22,892	6.2	6.3
Construction & Materials	2,625	0.7	1.0
Aerospace	-	-	2.2
General Industrials	3,778	1.0	0.7
Electronic & Electrical Equipment	1,764	0.5	0.5
Industrial Engineering	4,130	1.1	0.8
Industrial Transportation	1,570	0.4	0.3
Support Services	18,281	4.9	4.8
Automobiles & Parts	-	-	0.3
Beverages	1,757	0.5	4.1
Food Producers	3,978	1.1	0.8
Household Goods	16,768	4.5	2.9
Personal Goods	11,422	3.1	2.1
Tobacco	-	-	4.7
Healthcare Equipment & Services	4,386	1.2	0.7
Pharmaceuticals & Biotechnology	40,781	11.0	7.9
Food & Drug Retailers	5,828	1.6	1.5
General Retailers	8,253	2.2	2.4
Media	17,838	4.8	3.6
Travel & Leisure	15,324	4.1	4.2
Fixed-Line Telecommunications	9,393	2.5	1.9
Mobile Telecommunications	14,461	3.9	2.9
Electricity	3,651	1.0	0.8
Gas, Water & Multi-Utilities	14,056	3.8	2.8
Banks	39,416	10.6	10.3
Non- Life Insurance	1,100	0.3	1.1
Life Insurance	21,086	5.7	5.0
Real Estate Investment Trusts	8,046	2.2	2.0
Real Estate Investment Services	2,283	0.6	0.7
General Financial	7,469	2.0	2.6
Equity Investment Instruments	10,366	2.8	3.5
Software & Computer Services	4,619	1.2	0.6
Technology Hardware & Equipment	3,239	0.9	1.0
<b>Total investments</b>	<b>372,150</b>	<b>100.0</b>	<b>100.0</b>
<b>Net cash</b>	<b>3,755</b>		
<b>Total value of fund</b>	<b>375,905</b>		

# CFB funds in detail continued

## UK Equity Fund

### Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<b>Oil &amp; Gas Producers</b>		
BG Group	684	6,555
BP	3,298	14,774
Enquest	750	313
iShares S&P Global Energy Sector Fund	125	3,003
Premier Oil	300	505
Royal Dutch Shell B	1,007	22,209
Tullow Oil	195	754
		<b>48,113</b>
<b>Oil Equipment &amp; Services</b>		
Wood Group (John)	71	470
		<b>470</b>
<b>Chemicals</b>		
Croda International	57	1,553
Johnson Matthey	43	1,455
		<b>3,008</b>
<b>Mining</b>		
Anglo American	233	2,823
BHP Billiton	387	6,254
Glencore	1,892	5,680
Randgold Resources	20	1,015
Rio Tinto	223	7,120
		<b>22,892</b>
<b>Construction &amp; Materials</b>		
CRH	144	2,625
		<b>2,625</b>
<b>General Industrials</b>		
Rexam	147	820
Smith (DS)	557	2,043
Smiths Group	79	915
		<b>3,778</b>
<b>Electronic &amp; Electrical Equipment</b>		
Oxford Instruments	75	567
Spectris	55	1,197
		<b>1,764</b>
<b>Industrial Engineering</b>		
IMI	61	842
Rotork	55	1,350
Spirax-Sarco	41	1,317
Weir Group	36	621
		<b>4,130</b>

### Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<b>Industrial Transportation</b>		
BBA Aviation	307	1,064
Royal Mail	120	505
		<b>1,570</b>
<b>Support Services</b>		
Aggreko	41	691
Ashtead Group	208	2,476
Bunzl	63	1,191
Capita	114	1,357
Diploma	171	1,365
Experian	209	2,504
Hays	920	1,407
Intertek Group	32	820
Regus	625	1,478
RWS Holdings	500	900
Sthree	300	991
Wolseley	78	3,101
		<b>18,281</b>
<b>Beverages</b>		
Britvic	162	1,242
Coca Cola	44	515
		<b>1,757</b>
<b>Food Producers</b>		
Associated British Foods	81	2,546
Hilton Food Group	212	848
Tate & Lyle	98	584
		<b>3,978</b>
<b>Household Goods and Home Construction</b>		
Berkeley Group	85	2,210
Galliford Try	115	1,722
Gleeson (MJ) Group	230	828
Persimmon	179	3,159
Reckitt Benckiser Group	151	8,849
		<b>16,768</b>
<b>Personal Goods</b>		
Burberry Group	99	1,858
Ted Baker	51	1,307
Unilever	288	8,257
		<b>11,422</b>



# CFB funds in detail continued

## Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<b>Healthcare Equipment &amp; Services</b>		
Dignity	93	1,795
Smith & Nephew	219	2,591
		<b>4,386</b>
<b>Pharmaceuticals &amp; Biotechnology</b>		
Astrazeneca	317	14,164
Glaxosmithkline	1,201	18,506
Shire	125	6,608
The Biotech Growth Trust	202	1,503
		<b>40,781</b>
<b>Food &amp; Drug Retailers</b>		
Morrison (WM) Supermarkets	304	595
Sainsbury (J)	353	958
Tesco	1,743	4,275
		<b>5,828</b>
<b>General Retailers</b>		
Dignity	50	459
Kingfisher	397	1,452
Marks & Spencer Group	167	840
Next	53	3,962
WH Smith	115	1,540
		<b>8,253</b>
<b>Media</b>		
ITV	1,197	2,698
Lion Hudson	171	92
M&C Saatchi	250	925
Next Fifteen Comms	1,035	1,708
Pearson	145	2,059
Reed Elsevier	299	3,338
Sky	202	2,011
WPP Group	326	5,007
		<b>17,838</b>
<b>Travel &amp; Leisure</b>		
Carnival	38	1,105
Cineworld Group	253	1,146
Compass Group	361	4,161
Easy Jet	133	2,299
Intercontinental Hotels	34	912
Intl Consolidated Airlines	396	2,298
Restaurant Group	180	1,327
Whitbread	40	2,076
		<b>15,324</b>

## Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<b>Fixed Line Telecommunications</b>		
BT Group	2,061	9,393
		<b>9,393</b>
<b>Mobile Telecommunications</b>		
Vodafone Group	6,446	14,461
		<b>14,461</b>
<b>Electricity</b>		
SSE	232	3,651
		<b>3,651</b>
<b>Gas, Water &amp; Multi-Utilities</b>		
Centrica	1,129	2,757
National Grid	896	7,947
Pennon Group	133	1,131
Severn Trent	51	1,032
United Utilities Group	126	1,189
		<b>14,056</b>
<b>Banks</b>		
Barclays	2,887	7,414
HSBC Holdings	3,362	19,408
Lloyds Banking Group	10,432	8,239
Royal Bank of Scotland	245	900
Standard Chartered	349	3,455
		<b>39,416</b>
<b>Non-Life Insurance</b>		
Lancashire Holdings	160	1,100
		<b>1,100</b>
<b>Life Insurance</b>		
Aviva	534	2,874
Legal & General	1,504	4,205
Old Mutual	831	1,870
Prudential	503	8,195
St. James' Place	238	2,259
Standard Life	395	1,683
		<b>21,086</b>

# CFB funds in detail continued

## Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<b>Real Estate Investment Trusts</b>		
British Land	160	1,325
Custodian Reit	770	824
Great Portland Estates	214	1,713
Hammerson	124	834
Land Securities Group	102	1,285
Primary Health Properties	280	1,077
Shaftesbury	122	988
		<b>8,046</b>
<b>Real Estate Investment Services</b>		
Quintain Estates	1,065	1,023
St Modwen Properties	260	1,260
		<b>2,283</b>
<b>Financial Services</b>		
Aberdeen Asset Management	276	1,294
Hargreaves Lansdown	122	1,376
Jupiter Fund Management	350	1,461
Rathbone Brothers	83	1,872
Schroders	26	784
Schroders NV	29	682
		<b>7,469</b>
<b>Equity Investment Instruments</b>		
Electra Private Equity	15	485
Herald Ventures II	4	547
Herald Ventures	2	58
HG Capital Trust	80	877
Impax Environmental Mkts	300	457
Impax New Energy	1,413	1,405
North Atlantic Smaller Companies	190	3,553
Oryx International Growth	525	2,389
Worsley Investors Fund	5	595
		<b>10,366</b>

## Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<b>Software &amp; Computer Services</b>		
Aveva Group	33	523
Herald Investment Trust	165	1,118
Keywords Studios	404	586
Micro Focus International	125	1,350
Sage Group	215	1,042
		<b>4,619</b>
<b>Technology Hardware &amp; Equipment</b>		
ARM Holdings	280	3,239
		<b>3,239</b>
		<b>Total investments</b>
		<b>372,150</b>
		<b>Net current assets</b>
		<b>3,755</b>
		<b>Total value of Fund</b>
		<b>375,905</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%
Inflation Linked Securities	0-5%
Cash	0-5%

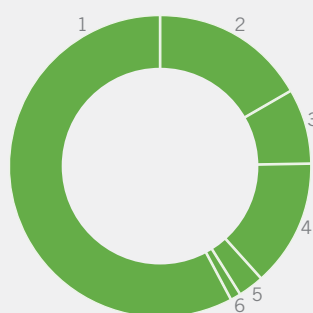
Regional exposure in relation to FTSE All World ex UK Index

- N America	53.2-63.2%
- Europe ex UK	12.4-22.4%
- Japan	3.9-13.9%
- Pacific ex Japan	7.6-17.6%
- Latin America, Middle East and Africa combined	0-8.0%
Total expense ratio	0.67%
Dilution levy	0.12%

### Summary of investments and other assets

as at 28 February 2015

- 1 North America 57.6%
- 2 Europe 16.8%
- 3 Japan 8.1%
- 4 Pacific Basin ex Japan 13.5%
- 5 Rest of the World 2.9%
- 6 Cash 1.1%



## Overseas Fund

### Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<b>North America</b>		
<i>Canada</i>		
iShares Canada S&P 60 Index	455	5,298
		<b>5,298</b>
<i>United States</i>		
Consumer Discretionary SPDR	40	1,979
General Board Domestic Stock Fund	3,600	71,117
Health Care Sector SPDR	62	2,917
iShares S&P 500	7	949
iShares Russell Midcap	5	573
Powershares QQQ Trust	22	1,573
Industrials Sector SPDR	44	1,647
Financials Sector SPDR	191	3,005
Consumer Staples Sector SPDR	29	936
Technology Sector SPDR	75	2,090
Industrial Sector SPDR	21	690
Energy Sector SPDR	22	1,142
		<b>88,618</b>
<b>Europe</b>		
<i>Austria</i>		
Erste Group Bank	2	39
Omv Group	1	21
		<b>60</b>
<i>Belgium</i>		
Ageas	2	40
Belgacom	1	32
GBL New	1	34
KBC Group	2	88
Solvay	0.5	43
UCB	1	47
		<b>284</b>
<i>Switzerland</i>		
ABB	19	264
Actelion	1	56
Adecco	1	73
Chocolate Lindt & Spruengli	0.001	42
Credit Suisse Group	13	201
EMS-Chemie	0.05	14
Geberit	0.3	72
Givaudan	0.1	93
Holcim	2	97
Julius Bar Gruppe	2	49
Kuehne & Nagel International	0.4	38
Lindt & Sprungli	0.01	18
Nestle	26	1,310
Novartis	19	1,256
Richemont	4	240
Roche Holding	6	1,007

# CFB funds in detail continued

## Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<i>Switzerland continued</i>		
Schindler 'P'	0.4	37
Schindler 'R'	0.2	18
SGS Surveillance	0.04	52
Sonova	0.4	36
Swiss Reinsurance	3	167
Swisscom	0.2	67
Syngenta	1	172
The Swatch Group 'R'	0.4	20
The Swatch Group 'B'	0.2	68
Transocean	3	27
UBS 'R'	29	329
Zurich Insurance Group	1	252
		<b>6,077</b>
<i>Germany</i>		
Adidas	2	81
Allianz	4	399
BASF	8	465
Bayer	7	647
Beiersdorf	1	49
BMW	3	217
Boss	0.4	35
Brenntag	1.2	45
Commerzbank	8	68
Continental	1	135
Deutsche Bank	11	241
Deutsche Boerse	2	83
Deutsche Lufthansa	2	16
Deutsche Post	8	172
Deutsche Telekom	26	308
E.ON	15	156
Evonik Industries	1	11
Fresenius	3	119
Fresenius Medical Care	2	92
Hannover Rueckversicherung	0.5	30
Heidelbergcement	1	57
Henkel	2	176
Infineon Technologies	9	67
Linde	2	198
Man	0.3	17
Merck Kgaa	1	67
Metro	1	22
Muenchener Rueckversicherung	1	165
Porsche	1	71
Prosiebensat.1	2	54
SAP	7	330
Siemens	6	466
Talanx Aktiengesellschaft	0	6
Telefonica	5	18
Volkswagen	2	245
		<b>5,328</b>

## Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<i>Denmark</i>		
A P Moller - Maersk	0.09	130
Coloplast	1	41
Danske Bank	7	113
Novo Nordisk	16	495
Novozymes	2	57
Pandora	1	60
Vestas WindSystems	2	51
		<b>947</b>
<i>Spain</i>		
Abertis Infraestructuras	3	37
ACS Actividades	2	38
Amadeus It Holding	4	94
Banco de Sabadell	30	54
Banco Popular	12	36
Banco Santander	113	534
Bankia	37	35
BBV Argentaria	50	328
Caixabank	15	46
Endesa	3	33
Ferrovial	3	43
Gas Natural	3	39
Grifols	1	35
Iberdrola	42	187
Inditex	9	173
Mapfre	7	15
Red Electrica Corporation	0.8	44
Repsol	8	104
Telefonica	33	329
		<b>2,204</b>
<i>Finland</i>		
Fortum	4	57
Kone	3	93
Nokia	31	159
Sampo	4	121
Wartsila	1	35
		<b>465</b>

# CFB funds in detail continued

## Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<i>France</i>		
Accor	1	49
ADP	0.2	18
Air Liquide	3	239
Alcatel-Lucent	21	53
Alstom	2	34
Axa	15	254
BNP Paribas	8	298
Bolloré	9.0	32
Bouygues	2	39
Bureau Veritas International	1.8	27
Cap Gemini	1	66
Carrefour	5	106
Casino Guichard-P	0.5	29
CNP Assurances	2	18
Credit Agricole	8	76
Danone	4	200
Dassault Systemes	1	45
EDF	2	41
Essilor International	2	120
GDF Suez	12	170
Gecina	0.3	21
Hermes International	0.2	42
Iliad	0.2	35
Kering	0.6	82
Kleppierre	1	46
L'Oreal	2	228
Lafarge	1	71
Legrand	2	77
Michelin	2	97
Natixis	8	38
Numericable	1	32
Orange	15	172
Peugeot	3	33
Publicis Groupe	1	78
Renault	2	93
Saint Gobain	4	105
Sanofi	9	592
Schneider Electric	5	238
Societe Generale	6	174
Sodexo	1	46
Suez Environnement	3	31
Technip	1	35
Unibail-Rodamco	1	149
Valeo	1	57
Vinci	4	142
Vivendi	11	167
Zodiac Aerospace	1	31
		<b>4,827</b>

## Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<i>Greece</i>		
Alpha Bank	30	8
Bank of Piraeus	16	7
National Bank of Greece	12	12
		<b>26</b>
<i>Ireland</i>		
Bank of Ireland	220	54
Kerry Group	1	59
Ryanair Holdings	5	39
		<b>151</b>
<i>Italy</i>		
Assicurazioni Generali	10	137
Atlantia	3	59
CNH Industrial	7	38
Enel	52	157
Enel Green Power	12	17
ENI	20	245
Exor	1	27
Fiat	7	71
Intesa Sanpaolo	95	204
Luxottica	1	57
Snam	16	52
Telecom Italia	125	90
Terna Rete Elettrica Naz	12	36
Unicredit	39	169
		<b>1,359</b>
<i>Luxembourg</i>		
RTL Group	0.3	16
SES FDR	2	53
Tenaris	4	33
		<b>101</b>
<i>Netherlands</i>		
Aegon	15	74
Ahold Kon	7	88
Akzo Nobel	2	98
Altice	1	45
Arcelormittal	8	56
Asml Holding	3	187
DSM Koninklijke	1	51
ING Groep	31	302
KPN Kon	23	51
NN Group	1	9
OCI	1	17
Philips	8	149
Randstad Holding	1	34
Reed Elsevier	5	85
Unilever	13	361
		<b>1,607</b>

# CFB funds in detail continued

## Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<b>Norway</b>		
DNB	8	88
Gjensidige Forsikring	1	15
Norsk Hydro	11	41
Orkla	6	29
Seadrill	3	22
Statoil	8	98
Telenor	6	73
Yara International	1	50
		<b>416</b>
<b>Portugal</b>		
Energias De Portugal	21	53
Galp Energia	3	23
		<b>76</b>
<b>Sweden</b>		
Alfa Laval	3	35
Assa Abloy	3	97
Atlas Copco	8	168
Ericsson	24	203
Hennes & Mauritz	8	222
Hexagon	2	46
Investor	4	93
Kinnevik	2	33
Nordea Bank	26	229
Sandvik	8	61
SCA	5	74
Scania	2	22
SEB	12	96
Skanska	3	49
SKF	4	60
Svenska Handelsbank	4	127
Swedbank	9	145
TeliaSonera	18	72
Volvo	12	92
		<b>1,924</b>

## Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<b>European Composite</b>		
Central Europe and Russia Fund	30	408
iShares MSCI Europe ex UK	46	1,037
		<b>1,445</b>
<b>Japan</b>		
Baillie Gifford Japan	200	850
Blackrock Japan Index Sub-Fund	1,565	12,396
		<b>13,246</b>
<b>Pacific Basin excluding Japan</b>		
<b>Other Asian</b>		
Pacific Assets	125	251
		<b>251</b>
<b>Pacific Basin Composite</b>		
First State Asia Pacific Sustain	1,090	4,311
First State Asia Pacific	1,303	14,725
Generation IM Asia	27	2,214
iShares MSCI Pacific Ex Japan	16	480
		<b>21,730</b>
<b>Rest of the World</b>		
First State Emerging Markets	284	1,965
First State Latin American	493	895
IM Wheb Sustainability	996	1,435
Generation IM Climate Solution Fd	693	449
		<b>4,744</b>
		<b>Total investments</b>
		<b>161,182</b>
		<b>Net cash</b>
		<b>1,818</b>
		<b>Total value of Fund</b>
		<b>163,000</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)

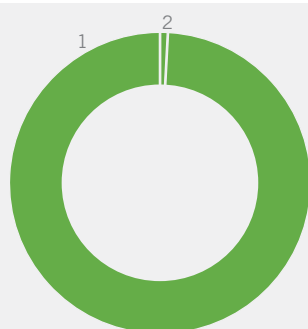
Government Securities	95-100%
Cash	0-5%
Modified duration	8.5-11.5 years
Total expense ratio	0.15%
Dilution levy	0.05%

### Summary of investments and other assets

as at 28 February 2015

- 1 British Government 98.9%
- 2 Cash 1.1%

Modified duration  
of fund 9.6 years



### Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
Treasury 4¾% 2015	1,450	1,471
Treasury 4% 2016	1,450	1,528
Treasury 1¾% 2017	2,000	2,045
Treasury 5% 2018	1,075	1,208
Treasury 4½% 2019	1,550	1,758
Treasury 3¾% 2019	1,175	1,307
Treasury 4¾% 2020	1,000	1,168
Treasury 3¾% 2020	1,250	1,409
Treasury 3¾% 2021	1,700	1,942
Treasury 4% 2022	1,750	2,041
Treasury 2¼% 2023	1,150	1,199
Treasury 5% 2025	1,300	1,683
Treasury 4¼% 2027	1,200	1,508
Treasury 4¾% 2030	1,150	1,551
Treasury 4¼% 2032	1,550	1,997
Treasury 4½% 2034	1,950	2,616
Treasury 4¼% 2036	775	1,016
Treasury 4¾% 2038	575	823
Treasury 4¼% 2040	1,225	1,646
Treasury 4½% 2042	750	1,060
Treasury 3½% 2045	550	667
Treasury 4¼% 2046	700	976
Treasury 4¼% 2049	500	710
Treasury 4¼% 2055	675	991
Treasury 4% 2060	665	946
<b>Total investments</b>		<b>35,266</b>
<b>Net current assets</b>		<b>409</b>
<b>Total value of fund</b>		<b>35,675</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	0.33%
Dilution levy	0.55%

### Summary of investments and other assets

as at 28 February 2015

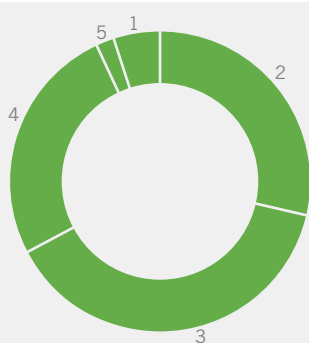
	Holding 000s	28/02/14 £'000s
Affirmative Corporate Bond Fund	79,928	93,669
		<b>93,669</b>
<b>Net current assets</b>		<b>250</b>
<b>Total value of fund</b>		<b>93,919</b>

### Summary of investments and other assets

as at 28 February 2015

- 1 Debentures 4.9%
- 2 Supranationals 28.7%
- 3 Corporate Unsecured  
– Financials 38.7%
- 4 Corporate Unsecured  
– Non Financials 25.7%
- 5 Cash 2.0%

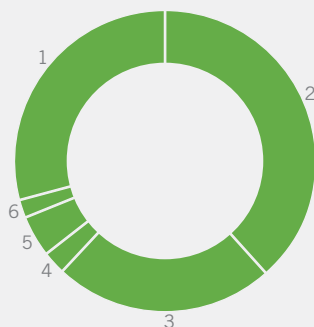
Modified duration  
of fund 8.2 years



### Summary of investments by credit rating

as at 28 February 2015

- 1 AAA 29.0%
- 2 AA 38.6%
- 3 A 23.5%
- 4 BBB 2.6%
- 5 Debentures 4.3%
- 6 Cash 2.0%





# 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)

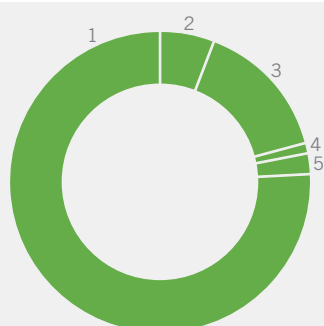
Government Securities	70-90%
Debentures and Unsecured Loans	10-30%
Cash	0-5%
Modified duration	2.6-5.6 years
Total expense ratio	0.15%
Dilution levy	0.10%

### Summary of investments and other assets

as at 28 February 2015

- 1 British Government 75.6%
- 2 Supranational 6.0%
- 3 Corporate Unsecured  
– Financials 14.9%
- 4 Corporate Unsecured  
– Non Financials 1.1%
- 5 Cash 2.4%

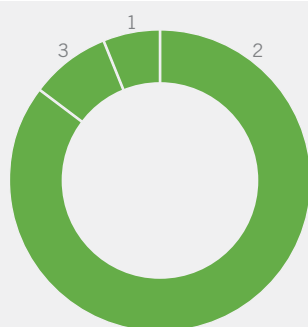
Modified duration  
of fund 3.9 years



### Summary of investments by credit rating

as at 28 February 2015

- 1 AAA 6.1%
- 2 AA 85.4%
- 3 A 8.5%



### Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<b>British Government Stock</b>		
Treasury 2% 2016	325	330
Treasury 4% 2016	450	475
Treasury 1¾% 2017	725	741
Treasury 5% 2018	900	1,011
Treasury 4½% 2019	850	964
Treasury 4¾% 2020	850	993
Treasury 3¾% 2020	575	648
Treasury 3¾% 2021	775	885
Treasury 4% 2022	600	700
Treasury 2¾% 2024	175	189
		<b>6,936</b>
<b>Supranational</b>		
Bank Nederlandse 2¾% 2015	250	254
Temasek Financial 4½% 2022	250	294
		<b>548</b>
<b>Corporate Unsecured – Financial</b>		
UBS 6¾% 2016	150	161
National Australia Bank 3½% 2017	250	264
Lloyds Bank 2¾% 2018	200	208
Nationwide 5½% 2019	250	290
Wespac 5% 2019	125	143
Svenska Handelsbanken 2¾% 2022	125	129
G.E Capital UK Funding	150	178
		<b>1,373</b>
<b>Corporate Unsecured – Non Financial</b>		
Unilever 2% 2018	100	103
		<b>103</b>
<b>Total investments</b>		<b>8,960</b>
<b>Net current assets</b>		<b>225</b>
<b>Total value of fund</b>		<b>9,185</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)

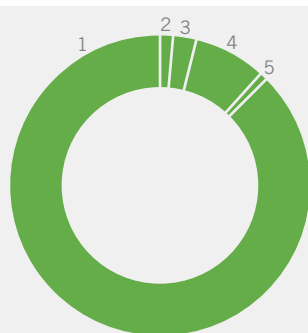
Government Securities	80-100%
Debentures and Unsecured Loans	0-20%
Cash	0-5%
Modified duration	18.9-21.9 years
Total expense ratio	0.20%
Dilution levy	0.20%

### Summary of investments and other assets

as at 28 February 2015

- 1 British Government 87.4%
- 2 Supranational 1.5%
- 3 Corporate Unsecured  
– Financials 2.6%
- 4 Corporate Unsecured  
– Non Financials 7.8%
- 5 Cash 0.7%

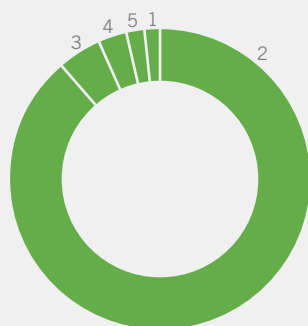
Modified duration  
of fund 20 years



### Summary of investments by credit rating

as at 28 February 2015

- 1 AAA 1.5%
- 2 AA 88.7%
- 3 A 4.7%
- 4 BBB 3.2%
- 5 BB 1.9%



### Portfolio valuation

as at 28 February 2015

	Holding 000s	Market value £'000s
<b>British Government Stock</b>		
Treasury 2½% 2016	40	131
Treasury 1¼% 2017	100	142
Treasury 2½% 2020	150	545
Treasury 17/8% 2022	200	307
Treasury 2½% 2024	475	1,632
Treasury 1¼% 2027	1,150	1,932
Treasury 1¼% 2032	950	1,549
Treasury ¾% 2034	2,500	3,575
Treasury 2% 2035	1,950	4,495
Treasury 5/8% 2040	1,450	2,347
Treasury 5/8% 2042	1,350	2,307
Treasury ¾% 2047	1,650	3,130
Treasury ½% 2050	1,200	2,129
Treasury 1¼% 2055	825	2,125
		<b>26,346</b>
<b>Supranational</b>		
European Inv Bank 2.4% 2030	220	445
		<b>445</b>
<b>Corporate Unsecured – Financial</b>		
Nationwide 4¼% 2024	250	770
		<b>770</b>
<b>Corporate Unsecured – Non-financial</b>		
National Grid 1¼ 2021	200	222
National Grid 6.0328% 2022	160	316
Network Rail 1¾ 2027	125	202
Severn Trent 5.348% 2028	160	331
London Power 3½% 2032	160	313
Tesco 1.982% 2036	500	557
SE Water 2.5329% 2041	250	408
		<b>2,349</b>
<b>Total investments</b>		<b>29,910</b>
<b>Net current assets</b>		<b>231</b>
<b>Total value of fund</b>		<b>30,141</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 month.

### Sales

Quarterly on first working day of calendar quarter.

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 2015  
Property Income Trust  
for Charities 100.0%



## Summary of investments and other assets

as at 28 February 2015

	Holding 000s	28/02/14 £'000s
Mayfair Property Income Fund for Charities	23,660	18,105
		<b>18,105</b>
<b>Net current assets</b>		<b>2</b>
<b>Total value of fund</b>		<b>18,107</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**

9 Bonhill Street London EC2A 4PE  
Telephone 020 7496 3600 Fax 020 7496 3631

Email [admin@cfbmethodistchurch.org.uk](mailto:admin@cfbmethodistchurch.org.uk)  
Web [www.cfbmethodistchurch.org.uk](http://www.cfbmethodistchurch.org.uk)

**Trustees for Methodist Church Purposes**

Central Buildings Oldham Street Manchester M1 1JQ  
Telephone 0161 235 6770 Fax 0161 236 0752