

**Central Finance Board of
the Methodist Church
(CFB)
Financial Statements
at 28 February 2019**

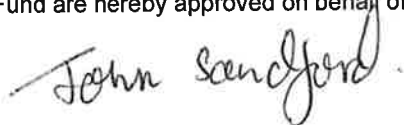
Central Finance Board of the Methodist Church Statement of the Council's Responsibilities

The Methodist Church Funds Act 1960 requires the Council, for each financial year, to prepare financial statements which give a true and fair view of the state of affairs of the Board's funds and of the return of the Board's funds for that period. In preparing those financial statements, the Council is required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Board's Funds will continue in business.

The Council is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Board's funds and to enable them to ensure that the financial statements comply with the Methodist Church Funds Act 1960. The Council is also responsible for safeguarding the assets of the Board's funds and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The above statement and the enclosed financial statements of the CFB Funds and the CFB Deposit Fund are hereby approved on behalf of the Central Finance Board of the Methodist Church.



JOHN SANDFORD

Date: 25 APRIL 2019.

Independent auditor's report to the Council members of Central Finance Board of the Methodist Church

Opinion

We have audited the financial statements of Central Finance Board of the Methodist Church Funds ("the CFB's funds") (UK Equity Fund, Overseas Fund, Managed Equity Fund, Managed Fixed Interest Fund, Managed Mixed Fund, Managed Medium Term Methodist Council Fund, Managed Long Term Methodist Council Fund, Property Fund, Short Fixed Interest Fund, Gilt Fund, Corporate Bond Fund and Inflation Linked Fund) for the year ended 28 February 2019. The financial statements comprise the Statement of total return, the Statement of change in net assets attributable to unitholders, the Price and income history, the Balance Sheet, the Distribution table, the Net asset value table, the Total expense ratios (where applicable), the Summary of investments and other assets, the Summary of investments by credit rating (where applicable), the Portfolio valuation (where applicable) and related notes to the financial statements. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- ◆ give a true and fair view of the state of the CFB's funds' affairs as at 28 February 2019 and of its income and expenditure for the year then ended;
- ◆ have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- ◆ have been prepared in accordance with the requirements of the Methodist Church Funds Act 1960.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Council in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- ◆ the Council members' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- ◆ the Council members have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the CFB's funds' ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The Council members are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters

In our opinion, based on the work undertaken in the course of the audit:

- ◆ the information given in the Council's members' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- ◆ the Council's members' report has been prepared in accordance with applicable legal requirements.

Matters on which we report by exception

In the light of the knowledge and understanding of the CFB's funds and their environment obtained in the course of the audit, we have not identified material misstatements in the annual report.

We have nothing to report in respect of the following matters if, in our opinion:

- ◆ adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- ◆ the financial statements are not in agreement with the accounting records and returns; or
- ◆ certain disclosures of directors' remuneration specified by law are not made; or
- ◆ we have not received all the information and explanations we require for our audit.

Responsibilities of Council members

As explained more fully in the Council's responsibilities statement, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the members are responsible for assessing the Management account's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the members either intend to liquidate the Management account or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Council members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Council members those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Council and the Council members, as a body, for our audit work, for this report, or for the opinions we have formed.



Peter Chapman (Senior Statutory Auditor)
For and on behalf of Buzzacott LLP, Statutory Auditor
130 Wood Street
London
EC2V 6DL

25/4/13

**Central Finance Board of the Methodist Church
Annual Report & Accounts
Year ended 28 February 2019**

Chair's statement

"We are not the Prophet in the wilderness, but more those striving to be faithful where God has placed us: less like Elijah, who denounced Queen Jezebel, and more like Obadiah, who used his position in the royal household to save 100 Prophets"

Stephen Beer, Chief Investment Officer of the Central Finance Board of the Methodist Church, Church Times 28 September 2018.

Introduction

The Central Finance Board is a privileged place where the spiritual and financial worlds come together. We have relied a great deal on the former over the last twelve months as we try to navigate our way through unprecedented change in the government of the United Kingdom and the United States. Our colleagues meet once a week in the offices in Bonhill Street for a prayer group; our bedrock of "Christian investing" has never been so welcome. I summarise below some of the key events of the last year. The Central Finance Board remains on a sound footing and, through its regulated subsidiary Epworth Investment Management, is reducing its reliance on the Church for investment funds. At the same time we have become involved in many initiatives within the Church and it is very pleasing to me to see our Executives raising their profiles within the wider Church community. I hope that this continues in the year ahead.

Our financial position

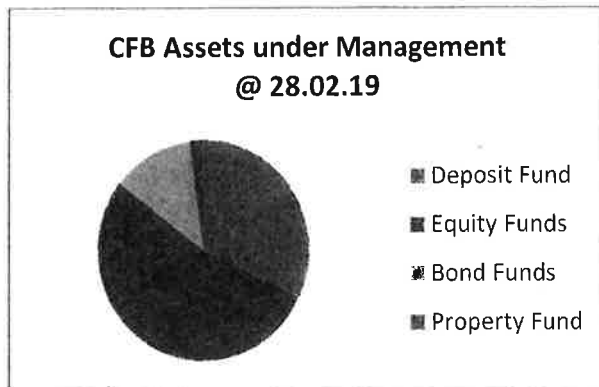
We are now two years into our five year plan and I am pleased to advise that we are running well ahead of where we expected to be financially. We have been helped by markets that have remained remarkably resilient and by a slower than expected take up of new costs. This has meant that the reserves we earmarked to finance an overhaul of our operating systems have not yet been spent. For the current year we reported a consolidated loss of £93k, which was inflated by a legacy of £200,000. The Council are keen that this legacy should be spent on exceptional projects that will have a broader benefit than our day to day business.

We continue to internally allocate costs to our subsidiary Epworth Investment Management on a comparative AUM basis. With a high cost allocation plus expenses related to business development, Epworth recorded the expected loss of £225k in the current year. To allow for these losses and the increased pressure on Epworth's regulatory capital, the Council agreed a share capital injection of £400,000 into Epworth at the end of the financial year.

Assets under Management

Despite substantial price volatility in the investment markets, the CFB's assets under management were unchanged at £1.14bln during the year. The following shows how these

assets are split between the Deposit Fund and other Funds invested into the stock, bond and property markets:



The CFB Deposit Fund has remained remarkably stable over a number of years at around £370m. This largely represents the liquid assets of Churches, Circuits and Districts. I should give a special mention to Janice Thomson and Paul Berry who have worked tirelessly on this fund and who are well known to a number of Church Treasurers.

The external funds managed by Epworth Investment Management have fallen during the year from £254m to £240m. We have seen some success in acquiring new business but we have also seen some sizeable deposits in the Affirmative Deposit Fund recalled by our clients during the year.

The above chart notes that a substantial portion of the assets managed by the CFB are in equities. Major investors in these Funds are several pension schemes that the CFB has been privileged to advise for a number of years. As I have previously reported, these schemes have been gradually switching funds away from these "risk" assets and reinvesting them into other asset classes not managed by the CFB. We have been warned to expect an acceleration of this process in 2019/20 with potentially 18% of our current assets under management switching to external managers. The CFB has substantial reserves that in the short term will meet any financial deficit that arises from this potential loss of assets and we have a growth strategy in place to attract more external money. However, the present fees on CFB Funds are substantially lower than comparative open market rates and we may need to review this if our rate of growth does not match the attrition from the pension schemes.

Ongoing work on climate change

Much of the work of the ethics team in the CFB this year has focused on climate change and in particular the role of the major oil companies in this critical challenge to our planet. David Palmer reports on this further in his CEO report but I would like to commend to the Board the extraordinary work that this small team has undertaken.

Consultation regarding the future of the PASELMC pension scheme

We have been consulting with our staff during the year on the future provision of their pension benefits. We are most grateful to Methodist Conference for agreeing that a deficit in the Lay people's pension scheme could be met by the Pension Reserve Fund. To avoid the possibility of a future funding deficit in this scheme arising, we have undertaken a period of consultation on possible alternative pensions arrangements. I am very grateful to my colleagues for their patience and support during this time.

Council & Board membership

It gives me great pleasure to report that Peter Howson, who was elected to the Board last year, has joined the Council of the Central Finance Board. Peter has been a Methodist minister since 1975 and has previously served as a member of Methodist Council. He spent much of his career as a Chaplain in the British Army, with his final posting as Principal of the Armed Forces Chaplaincy. We have already witnessed the high standards that Peter will hold the CFB to and I look forward to working with him for many years.

During the year we co-opted Jennie Austin onto Council and I hope that she will be approved as a member of the Board at the Annual General Meeting. Jennie has a strong financial background having spent the last ten years as a Director in FTSE Russell's asset owner group, serving pension scheme clients throughout Europe. Earlier in her career Jennie worked at the London Stock Exchange and then joined the fund management industry. She brings an in depth knowledge of indices, alternative investment solutions and markets to assist the Council in our scrutiny of our investment management work.

I regret to advise that Anne Goodman will be stepping down from Council at the Annual General Meeting. She has served over 9 years on Council and is also retiring as chair of the audit committee. Anne has brought common sense, compassion and technical expertise to Council and I must express my deep gratitude for her dedicated service over such a long period.

The Epworth Board of Directors has seen the retirement of two of our greatest friends this year. Malcolm Hamilton has served on the Board of Epworth since 2011 and John Gibbon since 2015. John was previously a member of the Council of the CFB. We wish them both well and hope that we can build on the tremendous platform that they have given us. In their stead I am pleased to report that Jennie Austin has joined the Epworth Board.

It is a privilege to serve as the Chair of the Central Finance Board. I must thank my fellow Council members and the staff of the CFB for their continued hard work and support during the year.

Central Finance Board of the Methodist Church
Annual report & Accounts
Year ended 28 February 2019

Chief Executive Officer's report

Investment review of the year

It has been a challenging year for investment markets. Threats to global free trade from the US administration have unsettled equity prices and the UK has been dominated by the lack of any consensus on the terms of our exit from the European Union. At the time of writing this report three years on from the referendum there is still no clarity on how and when the UK will leave the European Union.

This year of uncertainty came to a head in the December quarter when we saw many equity markets lose more than 10% of their value. We have seen a subsequent recovery but macro conditions are starting to suggest further challenges ahead as Central Banks indicate a slow down in their move to increase interest rates as they reflect upon slowing forecasts for economic and inflation growth. The Trump Government has to deal with record levels of Budget and Trade Deficits that will not be helped by a Democrat controlled Senate that is focused on a Presidential election in two years time.

Despite this difficult environment I am pleased to report that the Church's Funds managed by the CFB have performed relatively well over the last year. We have maintained our investment approach in the UK Equity Fund but have become more concentrated in our favoured stocks. This strategy has seen us produce superior returns. In our Overseas Fund we have seen better performances from our external fund managers, particularly in the Asian markets.

CFB Funds: Investment performance to 28.02.2018 (All figures annualised and after fees)

| | Fund size | | One year | Three years | Five Years | Ten years |
|--------------------------------------|-----------|---------------|----------|-------------|------------|-----------|
| CFB UK Equity Fund | £430.23m | Fund | 4.31 | 9.88 | 5.17 | 11.12 |
| | | Benchmark | 4.09 | 9.42 | 4.84 | 11.31 |
| | | Excess return | 0.22 | 0.46 | 0.33 | -0.19 |
| CFB Overseas Equity Fund | £180.28m | Fund | 3.73 | 14.80 | 11.88 | 13.84 |
| | | Benchmark | 2.98 | 15.61 | 12.49 | 14.45 |
| | | Excess return | 0.75 | -0.81 | -0.61 | -0.61 |
| CFB Gilt Fund | £4.60m | Fund | 2.63 | 2.21 | 4.58 | 4.74 |
| | | Benchmark | 2.54 | 2.44 | 4.84 | 4.9 |
| | | Excess return | 0.09 | -0.23 | -0.26 | -0.16 |
| CFB Inflation Linked Fund | £19.26m | Fund | 2.73 | 6.68 | 7.74 | 8.09 |
| | | Benchmark | 1.84 | 6.54 | 7.97 | 8.17 |
| | | Excess return | 0.89 | 0.14 | -0.23 | -0.08 |
| CFB Short Fixed Interest Fund | £16.723m | Fund | 1.74 | 1.04 | 2.18 | 3.05 |
| | | Benchmark | 2.01 | 0.89 | 2.39 | 3.00 |
| | | Excess return | -0.27 | 0.15 | -0.21 | 0.05 |
| CFB Corporate Bond Fund | 102.70m | Fund | 2.39 | 3.56 | 4.52 | 6.07 |
| | | Benchmark | 2.02 | 3.75 | 4.72 | 6.46 |
| | | Excess return | 0.37 | -0.19 | -0.20 | -0.39 |

Ethical review of the year

This year's report of the Joint Advisory Committee on Ethics (JACEI) to Conference is dominated by the work that the CFB has undertaken in response to the 2017 Conference notice of motion regarding the extractive industry and the Paris Accord. JACEI reported the methodology that is being used by the CFB to undertake this assessment to Conference in 2018 and since then a suite of research reports have been prepared by the CFB. By the time I report to you next year, JACEI will be in a strong position to advise the CFB on whether the large oil and gas majors currently owned by the Church will meet the climate change objectives set by Conference.

We have found limited time to consider other ethical matters but papers were presented to JACEI on policies regarding investment in tobacco companies, how we regard debt issuance by companies and treat pooled investment vehicles where we might be exposed to ethical risk through third party investment managers. Ongoing work has included the use of water resources, human rights in the supply chain and an increasing focus on the use of plastics.

An active voting policy remains a key element of our engagement with companies and we work with the Church Investors Group to co-ordinate the voting policies of the UK's faith investors. Voting allows us to send messages to the governance meetings of companies on their approach to structural issues such as boardroom diversification, executive rewards and the pay of their most junior staff. Our voting record in the last year was:

CFB: Voting record on shareholder resolutions

| Type | For | Oppose | Abstain | % Against or abstain |
|--------------------------------|------|--------|---------|----------------------|
| Auditors | 377 | 7 | 0 | 1.82% |
| Directors | 1897 | 413 | 17 | 18.48% |
| Remuneration | 278 | 399 | 4 | 59.18% |
| Executive Pay Scheme (UK) | 10 | 10 | 0 | 50.00% |
| Shareholder Capital (Overseas) | 378 | 78 | 10 | 18.88% |
| Other | 1517 | 100 | 6 | 6.53% |
| Total | 4457 | 1007 | 37 | 18.98% |

Central Finance Board conference on the ethics of investment

I promised last year to hold our second CFB Conference on investments in a northerly location. I am pleased to report that we met this commitment by holding a Conference in Manchester in November. I must express my thanks to our colleagues at TMCP for their help in organising this. It was a successful day as we covered the outlook for investment markets and discussed some key ethical issues. Lessons were learnt about checking with suppliers on the source of refreshments and that this was a venue still difficult to access for many. For the year ahead my new commitment is to go further and take the CFB Conference on a "road show" with events in several locations in the UK and Ireland.

Epworth Investment Management

Our strategic vision for Epworth to reach out into the market for Christian ethical investing in the United Kingdom is making good progress. I advised last year about our intention to launch new Funds for the faith based Charity investor and I can advise that these should be coming to market in May 2019. This is behind schedule due to delays in the “pre-approval” process at the Charities Commission. Their issues have been resolved and we are now waiting for the outcome of our application to the FCA. These new funds will significantly improve our offering to the UK Charity market:

- For the first time we will have a Global Equity Fund. Previously this asset class had an insufficient exposure through The Affirmative Equity Fund to meet most investors needs
- The fund range will include a “multi asset” Fund to meet the needs of the smaller charity investor
- The Funds will all price and deal daily. To date The Affirmative Funds have only priced and dealt every 10 days
- Much of the administration of the Funds will be outsourced to HSBC; allowing Epworth to concentrate on the areas where we add value – Christian ethics and investment returns

Our long term strategic investment remains to provide ethical investment solutions for all Christian investors. The path to meeting this objective is not without risk as it requires extensive investment in systems and people. We will therefore continue to be measured in our approach, expanding our market and range of services gradually as our capital base permits.

The Affirmative Deposit Fund

There are two common deposit funds on offer to the Charity market in the United Kingdom; The Affirmative Deposit Fund managed by Epworth and the COIF deposit fund managed by the Church of England linked managers, CCLA. In January 2019 new European regulations came into force that captured these funds. These “Money Market Fund Regulations (MMFR)” had a substantial impact upon the structure of the Funds and how they are invested. We therefore worked very closely with CCLA to influence HM Treasury and the FCA to exempt Common Deposit Funds from these European Regulations. Unfortunately, despite intensive legal engagement, this lobbying was unsuccessful. On the advice of our lawyers the Board of Directors of Epworth therefore determined to change the investment objective of the Fund to take it outside the scope of MMFR. The Fund now seeks to *“to achieve a competitive level of income from cautious investment in a highly liquid portfolio of investments, whilst maintaining the ability of depositing Charities to make withdrawals at short notice.”*

The key element in this new objective is that there is no commitment to preservation of capital and this takes the Fund outside of the scope of MMFR. However, in practice we will continue to manage the Fund as it has always been, using term deposits with a wide portfolio of Banks and pricing the Fund at a constant value. CCLA have determined to comply with MMFR and have therefore made substantial changes to the COIF Deposit Fund that will reduce its yield relative to The Affirmative Deposit Fund.

The other main change to The Affirmative Deposit Fund that we are undertaking is a process to change the name to "Epworth Cash Plus Fund for Charities". This new name will avoid any suggestion that the fund is a money market fund and allows us to reduce the number of brand names that we are supporting.

Clients were advised of the change to the investment objective of the Fund in early January and I am pleased to report that we did not see any unusual client movements as a result. The next 24 months will be interesting as we will see the returns and market positioning of the Epworth Cash Plus Fund for Charities and the COIF Deposit Fund increasingly diverge.

Looking forward to 2019/20

We are entering into a critical part of our five year plan. We have the bedrocks in place with a new brand, website, investment proposition and key people. Now we have to show that the market does exist in the Charity world for a Christian based ethical investment manager. We have received encouraging feedbacks too date and the new client pipeline is stronger than we have ever seen before. The key challenge for us is how many of these can we convert into enduring partnerships in the next 12-18 months. This will determine whether or not there is a place for Epworth's Christian approach in the investment market place. Our Chair reported earlier that we had not had to use our reserves to finance an overhaul of our systems and investment proposition. However, with further expenses on supporting the new fund launch and the pressure on revenue that the Chair previously referred to, I do expect 2019/20 to be a much tougher year financially. In anticipation of this, the 2019/20 budget reflects a hiring freeze for the year. In a years time I expect to be reporting on a financial loss; I also hope that I will also be reporting on increasing interest for our Christian ethical offering.

The Methodist Church Funds Act, 1960

The activities of the Central Finance Board of the Methodist Church (CFB) are governed by the Methodist Church Funds Act, 1960 and its responsibilities are defined in the Second Schedule of the Act.

Membership

The membership of the CFB consists of a maximum of 74 members, those being the President, Vice President and Secretary of the Conference (the ex-officio members), one representative of each of the 31 Methodist Districts (the nominated members) and up to 40 members elected by the Conference (the elected members).

General Meetings

At least one General Meeting shall be held in each calendar year as decided by the CFB Council. Normally the annual General Meeting takes place in April. It is also within the powers of the President of the Conference to convene a General Meeting. At least 14 days written notice shall be given to members of the place, day, time and general nature of the agenda. However, the accidental omission to give appropriate notice does not invalidate the proceedings of the General Meeting.

The business of the annual General Meeting shall include:

- the election of members of the CFB Council;
- consideration of the Annual Reports and Accounts furnished by the Council;
- the appointment of and the fixing of the remuneration of the auditors.

A quorum shall be constituted by a resolution of the General Meeting and is at present 10. Every member present has one vote and in the event of a tie, the Chair has a second or casting vote. The Act states that there shall be no voting by proxy. Although there is no specific provision in the Act, as a matter of practice the Annual Reports and Accounts are put to the annual General Meeting for approval. It is also understood that the General Meeting has the authority to question and hold to account the Council in relation to the reports set before it.

The Chair

The Chair of the Council shall act as the Chair of the General Meeting. In his or her absence the General Meeting shall appoint its own Chair. Although not specified in the Act, it has been the usual practice for the Council to appoint a Vice Chair. The Chair has responsibility for the conduct of Council and Board meetings and for ensuring that Council members are properly briefed to enable full, constructive Council discussions.

The Council

The Council shall have a minimum of 6 and a maximum of 12 members elected by the General Meeting. Casual vacancies to serve until the following annual General Meeting may be filled by the Council. It shall elect one of its number to be Chair and both set quorum (at present 3) and regulate proceedings, including the delegation of powers to committees of council members, as it sees fit.

Council members are all non-executive and appointments are unpaid (although out-of-pocket expenses are reimbursed).

The business of the CFB shall be managed by the Council, which may exercise all such powers that are not required by the Act to be exercised by the General Meeting. Specific duties specified by the Act are to:

- cause proper accounts to be kept and audited of receipts and expenditure of Council and any investment or deposit fund administered by the CFB;
- submit these accounts together with a report on the CFB operations to the annual General Meeting.

There is no published Code which applies directly to the CFB, but the importance of high standards of corporate governance in the conduct of its affairs is recognised. The Council has therefore defined its terms of reference, which are reviewed regularly by the Audit Committee.

Principles of Corporate Governance
April 2019

The number of Council meetings each year is six. It exercises its responsibilities by setting and reviewing financial targets; ethical policies; performance targets; risk management strategies; the internal compliance regime; financial controls and monitoring the activities of the executive team.

The Council aims to ensure that its members and its committees have a suitable breadth of skills, experience and gender to enable them to function effectively. The names and biographies of current Council members are identified in the Annual Report. One third of the Council members are required to retire by rotation each year and no member (other than the Chair) is permitted to remain on the Council for more than nine consecutive years. There is also a retirement age of 75 years.

To enable the Council to function effectively and allow it to discharge its duties, all Council members are given full and timely access to all relevant information. In general, Council papers are circulated a week in advance of Council meetings to give members adequate time to prepare for the meeting and to enable members who cannot attend the meeting to have an opportunity to review the matters to be discussed.

Council Committees

The Council has delegated authority to a number of committees to deal with and report back to the Council on certain matters.

Audit Risk and Governance Committee

The Audit Risk and Governance Committee comprises three members of the Council together with at least one non executive director of Epworth Investment management Limited with the CEO and CFB Secretary/Chief Financial Officer in attendance. Members of the Audit Risk and Governance Committee have broad financial experience which the Council considers appropriate to enable the Committee to carry out its responsibilities. It currently meets three times a year. The external auditors, internal auditors and external compliance consultants each attend one meeting, by invitation.

The Committee has defined terms of reference, which are reviewed regularly. It is responsible for reviewing accounting policies and reporting requirements; ensuring that accounting systems and internal controls are effective; reviewing the appointment of the external auditors every three years (last undertaken in February 2017) and reviewing the CFB risk management systems. An annual programme of activity has been agreed to ensure that all key risks and issues are considered in a timely and appropriate manner.

The Audit Risk and Governance Committee has appointed a firm to undertake ongoing internal audit of the Firms processes and retained risks. The Committee will agree a risk based programme of activities for the internal audit function using a thematic approach

The Committee also reviews the reports of an external compliance consulting Firm that undertakes a Compliance monitoring program in conjunction with the Compliance officer.

Management and Remuneration Committee

The Management and Remuneration Committee comprises of the Chair, Vice Chair and three Council members with the Chief Executive and Secretary/ Chief Financial Officer in attendance. It meets four times each year and is responsible for:

- Ensuring that the CFB has a remuneration policy that enables it to attract and retain committed employees with the necessary skills and experience to ensure that it can achieve the aims and objectives as set out in the CFB Mission Statement;
- Ensuring that Council membership is maintained at an adequate level, with a suitable breadth of skills and experience to enable it to function effectively and representation from the CFB's major client base;
- Planning the longer term development of the CFB and guiding the Executive on operational matters as appropriate.

- Reviewing operational issues, including investment strategy and performance, between Council meetings

Nominations Committee

The Nominations Committee is convened to oversee recruitment to executive team level posts. In 2016/17 the Committee recruited a new CEO to replace Bill Seddon who retired in February 2017.

Management Structure

The CFB Council are responsible under its Act of Parliament for the management of the business of the CFB. It achieves this by delegating the day to day management functions to the Executive Team, whilst retaining its monitoring and oversight role through its Council and Management Committee meetings.

Executive Committee

The CFB Team is led by the Chief Executive assisted by the Chief Investment Officer and the Secretary/Chief Financial Officer who together form the Executive Committee. The Compliance Officer also attends meetings of the Executive. The Committee meets formally usually on a weekly basis and more informally as required. It defines and ensures implementation of appropriate strategies to ensure the long term success of the CFB through meeting the needs of its clients. It is responsible for all matters related to the day to day business of the CFB, which include:

- **Identification and review of Business Risks**

The Executive Committee is responsible for identifying the major risks faced by the CFB and for determining the appropriate course of action to manage and mitigate those risks. The Audit Committee review risk assessments produced by management at each meeting, considering and assessing the actions taken and proposed.

- **Insurances**

The CFB maintains insurance cover, including professional indemnity cover, and works closely with brokers to ensure that appropriate levels of cover are maintained with reputable insurers.

- **Ethics**

The CFB aims to follow a discipline in which the ethical dimension is an integral part of all investment decisions; to construct investment portfolios which are consistent with the moral stance and teachings of the Christian faith; to encourage strategic thinking on the ethics of investment; and to be a Christian witness in the investment community. To assist the CFB in this aim, the Methodist Church established the Joint Advisory Committee on the Ethics of Investment (JACEI) which reports annually to the Methodist Conference.

The CFB appoints five members of JACEI. At present these are made up of two Council members, two Board members and the Chief Executive. Five other members and the Chair are appointed by the Methodist Council. Following the inclusion of JACEI in Standing Orders expected in 2016, each JACEI member (unless ex-officio) will be appointed for an initial period of three years. This term can be extended for a maximum of two further three year periods. Reciprocal observer status has been agreed between JACEI and the Ethical Investment Advisory Group of the Church of England.

The CFB works with other churches and denominations both in the UK and Overseas mainly through the Church Investors Group (CIG). It exercises its responsibilities as a shareholder by voting all shares according templates agreed with and through CIG. It is a signatory of the UK Stewardship Code, the Carbon Disclosure Project and the UN Principles for Responsible Investment. It also works through membership of collaborative organisations such as the Institutional Investors Group on Climate Change. All CFB Ethical Policies are available on our website.

- **Employees**

The CFB appreciates its responsibility to encourage and assist in the employment, training, promotion and personal career development of all employees, without prejudice. It is committed to maintaining a working environment where members of staff are individually valued and recognised, and assists its employees in achieving an appropriate work/life balance, including policies on maternity and paternity leave, and emergency time off. The CFB is an accredited Living Wage Employer.

- **Health & Safety**

The CFB recognises and accepts its responsibility for, and is committed to ensuring the provision of, adequate systems for the health, safety and welfare of employees. It aims to achieve best practice in health, safety and welfare of staff and employs external specialist advisors to carry out six monthly reviews on all related matters. These reports sent to and considered by the Audit Committee.

- **Environment**

The CFB, as a Methodist organisation, seeks to meet the requirements of the Methodist Church set out in its Policy, 'Caring for the Earth'. The Executive Committee reviews environmental matters from time to time and encourages staff to minimise the carbon footprint of the CFB through their working practices

- **Suppliers**

The CFB aims to develop long term business relationships with its suppliers who are required to adhere to business principles consistent with those of the CFB. We expect them to adopt and implement acceptable safety, environmental, labour, human rights and legal standards in line with these standards.

- **Relations with Unit holders and Depositors**

The CFB encourages interaction with its unit holders and depositors and holds an Annual CFB User Group meeting to assist with their understanding of investment issues. Members of the Executive meet with key clients regularly throughout the Year

**Central Finance Board of the Methodist Church
UK Equity Fund**

Statement of total return

for the year ended 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Net gains/ (losses) on investments during the period | 2 | 2,107 | 6,449 |
| | | <u>2,107</u> | <u>6,449</u> |
| Income | 3 | 16,168 | 14,482 |
| Expenses | 4 | (1,639) | (1,557) |
| Net income | | <u>14,529</u> | <u>12,925</u> |
| Total return for the period | | 16,636 | 19,374 |
| Finance costs: Distributions | 8 | (14,528) | (12,892) |
| Change in net assets attributable to unitholders | | 2,108 | 6,482 |

Statement of change in net assets attributable to unitholders

for the year ended 28 February 2019

| | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|----------------------|----------------------|
| Opening net assets attributable to unitholders | 397,935 | 391,907 |
| Movement due to creations and cancellations of units | | |
| Amounts receivable on issue of units | 43,693 | 22,871 |
| Amounts payable on cancellation of units | (14,535) | (23,406) |
| | <u>29,158</u> | <u>(535)</u> |
| Dilution levy/ adjustment | (33) | 81 |
| Change in net assets attributable to unitholders from investment activities | 2,108 | 6,482 |
| Closing net assets attributable to unitholders | 429,168 | 397,935 |

Price and income history

Year to February

| | Highest price p | Lowest price p | Income per unit p | Per £1,000 invested at 1/9/99 £ |
|------------------------------------|-----------------------|----------------------|-------------------------|--|
| Charity & Pension units | | | | |
| 2015 | 1878.9 | 1679.4 | 55.52 | 37.12 |
| 2016 | 1934.5 | 1585.0 | 61.34 | 41.01 |
| 2017 | 1987.5 | 1668.0 | 67.56 | 45.17 |
| 2018 | 2135.5 | 1954.6 | 67.06 | 44.83 |
| 2019 | 2173.3 | 1911.2 | 71.52 | 47.82 |

Central Finance Board of the Methodist Church UK Equity Fund

Balance Sheet

as at 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Assets | | | |
| Fixed Assets | | | |
| Investments | | 425,620 | 394,330 |
| Current assets | | | |
| Debtors | 9 | 2,539 | 2,114 |
| Cash and bank balances | 10 | 4,272 | 4,165 |
| Total current assets | | <u>6,811</u> | <u>6,279</u> |
| Total assets | | <u>432,431</u> | <u>400,609</u> |
| Liabilities | | | |
| Creditors | 11 | (49) | (219) |
| Distribution payable | | <u>(3,214)</u> | <u>(2,455)</u> |
| Total liabilities | | <u>(3,263)</u> | <u>(2,674)</u> |
| Net assets attributable to unitholders | | <u>429,168</u> | <u>397,935</u> |

Distribution

| Distribution period | Net income per unit | Equalisation per unit | Distribution payable per unit | Date payable |
|--------------------------------------|------------------------|--------------------------|-------------------------------------|--------------|
| General Units | p | p | p | |
| 1 March 2018 to 31 May 2018 | 23.15 | 0.05 | 23.20 | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 19.46 | 0.54 | 20.00 | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 12.95 | 0.20 | 13.15 | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 15.25 | (0.08) | 15.17 | 20/04/2019 |
| Methodist Pension Units (*) | | | | |
| 1 March 2018 to 31 May 2018 | 22.97 | (0.04) | 22.93 | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 19.44 | 0.38 | 19.82 | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 12.81 | 0.13 | 12.94 | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 15.00 | (0.02) | 14.98 | 20/04/2019 |

(*) Created 1 September 2015

Net asset value (NAV)/fund size

| Date | Net asset value £m | Units in issue | | NAV pence per unit |
|------------------|--------------------------|-------------------|------------|--------------------------|
| | | Charity | Pension | |
| 28 February 2015 | 375.9 | 5,762,039 | 14,265,549 | 1876.9 |
| 29 February 2016 | 355.2 | 5,757,633 | 15,336,410 | 1683.9 |
| 28 February 2017 | 391.9 | 5,010,400 | 14,910,615 | 1967.3 |
| 28 February 2018 | 397.9 | 8,803,378 | 11,105,819 | 1998.8 |
| 28 February 2019 | 429.2 | 9,399,617 | 11,938,682 | 2011.3 |

| | 28/02/2019 | 28/02/2018 |
|-------------------------------|--------------|--------------|
| Average dealing spread | <u>0.68%</u> | <u>0.13%</u> |

Total expense ratios

| | 2019 % | 2018 % |
|--|-------------|-------------|
| Administration grant (including custody and transaction costs) | <u>0.37</u> | <u>0.37</u> |

**Central Finance Board of the Methodist Church
UK Equity Fund**

Summary of investments and other assets

as at 28 February 2019

| | Market value £'000s 28/02/2019 | CFB % | Benchmark All Share % | Market value £'000s 28/02/2018 | CFB % | Benchmark All Share % |
|-------------------------------------|--------------------------------------|--------------|-----------------------------|--------------------------------------|--------------|-----------------------------|
| Oil & Gas Producers | 66,938 | 15.7 | 13.8 | 52,825 | 13.4 | 12.4 |
| Oil Equipment & Services | - | 0.0 | 0.2 | - | 0.0 | 0.3 |
| Chemicals | 5,195 | 1.2 | 0.8 | 3,704 | 0.9 | 0.8 |
| Forestry & Paper | 0 | 0.0 | 0.3 | 913 | 0 | 0.3 |
| Industrial Metals | - | 0.0 | 0.2 | - | - | 0 |
| Mining | 23,614 | 5.5 | 6.8 | 18,983 | 4.8 | 6.7 |
| Construction & Materials | 8,840 | 2.1 | 1.6 | 7,155 | 1.8 | 1.4 |
| Aerospace | - | 0.0 | 2.0 | - | - | 1.8 |
| General Industrials | 5,057 | 1.2 | 0.9 | 4,412 | 1.1 | 1.0 |
| Electronic & Electrical Equipment | - | 0.0 | 0.6 | - | 0.0 | 0.5 |
| Industrial Engineering | 10,096 | 2.4 | 0.9 | 7,913 | 2.0 | 0.9 |
| Industrial Transportation | - | 0.0 | 0.3 | - | 0.0 | 0.5 |
| Support Services | 19,126 | 4.5 | 4.8 | 20,053 | 5.1 | 4.6 |
| Automobiles & Parts | - | 0.0 | 0.0 | - | - | 0.3 |
| Beverages | - | 0.0 | 3.6 | - | 0.0 | 2.9 |
| Food Producers | 11,338 | 2.7 | 0.7 | 5,538 | 1.4 | 0.7 |
| Household Goods & Home Construction | 20,125 | 4.7 | 3.2 | 18,064 | 4.6 | 3.1 |
| Leisure Goods | - | 0.0 | 0.1 | - | - | 0.1 |
| Personal Goods | 16,853 | 4.0 | 2.4 | 14,951 | 3.8 | 2.2 |
| Tobacco | - | 0.0 | 3.9 | - | - | 5.3 |
| Healthcare Equipment & Services | 3,308 | 0.8 | 0.9 | 2,689 | 0.7 | 1.0 |
| Pharmaceuticals & Biotechnology | 44,007 | 10.3 | 7.3 | 39,909 | 10.1 | 7.0 |
| Food & Drug Retailers | 5,726 | 1.3 | 1.7 | 4,174 | 1.1 | 1.4 |
| General Retailers | 5,410 | 1.3 | 1.7 | 6,390 | 1.6 | 1.9 |
| Media | 21,197 | 5.0 | 3.6 | 15,776 | 4.0 | 3.5 |
| Travel & Leisure | 16,147 | 3.8 | 4.6 | 14,813 | 3.8 | 4.9 |
| Fixed-Line Telecommunications | 4,707 | 1.1 | 0.9 | 4,892 | 1.2 | 0.9 |
| Mobile Telecommunications | 9,494 | 2.2 | 1.7 | 13,156 | 3.3 | 2.4 |
| Electricity | 3,197 | 0.8 | 0.6 | 3,050 | 0.8 | 0.6 |
| Gas, Water & Multi-Utilities | 9,498 | 2.2 | 2.2 | 8,013 | 2.0 | 1.9 |
| Banks | 44,205 | 10.4 | 10.4 | 44,063 | 11.2 | 11.6 |
| Non- Life Insurance | - | 0.0 | 1.2 | - | 0.0 | 1.1 |
| Life Insurance | 14,706 | 3.4 | 3.8 | 21,560 | 5.5 | 4.6 |
| Real Estate Investment Trusts | 8,550 | 2.0 | 2.3 | 10,325 | 2.6 | 2.0 |
| Real Estate Investment Services | - | 0.0 | 0.4 | - | 0.0 | 0.4 |
| Financial Services | 13,582 | 3.2 | 3.1 | 17,678 | 4.5 | 3.1 |
| Equity Investment Instruments | 25,913 | 6.1 | 5.1 | 23,182 | 5.9 | 4.7 |
| Software & Computer Services | 8,793 | 2.1 | 1.0 | 10,149 | 2.6 | 1.0 |
| Technology Hardware & Equipment | - | 0.0 | 0.1 | - | 0.0 | 0.1 |
| Total investments | 425,620 | 100.0 | 100.0 | 394,330 | 100.0 | 100.0 |
| Net cash | 3,548 | | | 3,605 | | |
| Total value of fund | 429,168 | | | 397,935 | | |

**Central Finance Board of the Methodist Church
UK Equity Fund**

Portfolio valuation

as at 28 February 2019

| | Holding 000s | Market value £'000s | % | | Holding 000s | Market value £'000s | % |
|-------------------------------------|-----------------|------------------------|-------------|--|-----------------|------------------------|-------------|
| Oil & Gas Producers | | | | Support Services | | | |
| BP | 4,447 | 23,762 | 5.6 | Ashtead Group | 306 | 6,126 | 1.4 |
| Equinor | 233 | 3,955 | 0.9 | Diploma | 331 | 4,468 | 1.0 |
| Royal Dutch Shell B | 1,109 | 26,220 | 6.2 | Experian | 204 | 4,004 | 1.0 |
| SPDR MSCI WORLD (LON) ENERGY UC | 354 | 8,898 | 2.1 | Ferguson PLC | 52 | 2,708 | 0.7 |
| Total | 96 | 4,103 | 0.9 | Intertek Group | 36 | 1,820 | 0.4 |
| | | 66,938 | 15.7 | | | 19,126 | 4.5 |
| Chemicals | | | | Food Producers | | | |
| Victrex | 222 | 5,195 | 1.2 | Associated British Foods | 91 | 2,050 | 0.5 |
| | | 5,195 | 1.2 | Cranswick | 192 | 4,736 | 1.1 |
| Mining | | | | Hilton Food Group | | | |
| Anglo American | 219 | 4,379 | 1.0 | | 492 | 4,552 | 1.1 |
| BHP Group | 474 | 8,269 | 1.9 | | | 11,338 | 2.7 |
| Rio Tinto | 253 | 10,966 | 2.6 | Household Goods and Home Construction | | | |
| | | 23,614 | 5.5 | Berkeley Group | 127 | 4,992 | 1.1 |
| Construction & Materials | | | | Gleeson (MJ) Group | | | |
| CRH | 181.9 | 4,331 | 1.0 | | 681 | 5,410 | 1.3 |
| Watkin Jones | 2072.9 | 4,509 | 1.1 | Reckitt Benkiser | 169 | 9,723 | 2.3 |
| | | 8,840 | 2.1 | | | 20,125 | 4.7 |
| General Industrials | | | | Personal Goods | | | |
| Smith (DS) | 1,507 | 5,057 | 1.2 | Burberry Group | 74 | 1,398 | 0.3 |
| | | 5,057 | 1.2 | Ted Baker | 219 | 4,000 | 1.0 |
| Industrial Engineering | | | | Unilever | | | |
| Rotork | 1750.7 | 4,981 | 1.2 | | | 16,853 | 4.0 |
| Spirax-Sarco | 77 | 5,115 | 1.2 | Healthcare Equipment & Services | | | |
| | | 10,096 | 2.4 | Smith & Nephew | 230 | 3,308 | 0.8 |
| | | | | | | 3,308 | 0.8 |
| | | | | Pharmaceuticals & Biotechnology | | | |
| | | | | Astrazeneca | 335 | 20,575 | 4.8 |
| | | | | Eco Animal Health Group | 929 | 4,089 | 1.0 |
| | | | | Glaxosmithkline | 1,292 | 19,343 | 4.5 |
| | | | | | | 44,007 | 10.3 |
| | | | | Food & Drug Retailers | | | |
| | | | | Tesco | 2,534 | 5,726 | 1.3 |
| | | | | | | 5,726 | 1.3 |

**Central Finance Board of the Methodist Church
UK Equity Fund**

Portfolio valuation

as at 28 February 2019

| | Holding 000s | Market value £'000s | % | | Holding 000s | Market value £'000s | % |
|---|-----------------|------------------------|------------|--------------------------------------|-----------------|------------------------|-------------|
| General Retailers | | | | Banks | | | |
| WH Smith | 258 | 5,410 | 1.3 | Barclays | 3,407 | 5,593 | 1.3 |
| | | 5,410 | 1.3 | HSBC Holdings | 3,955 | 24,240 | 5.7 |
| | | | | Lloyds Banking Group | 13,952 | 8,861 | 2.1 |
| Media | | | | Royal Bank of Scotland | 883 | 2,346 | 0.6 |
| Informa | 278 | 1,963 | 0.5 | Standard Chartered | 526 | 3,165 | 0.7 |
| Lion Hudson | 171 | 0 | 0.0 | | | 44,205 | 10.4 |
| Next Fifteen Comms | 864 | 4,905 | 1.2 | Life Insurance | | | |
| Relx | 698 | 12,065 | 2.8 | Aviva | 754 | 3,192 | 0.7 |
| WPP Group | 274 | 2,264 | 0.5 | Legal & General | 1,133 | 3,178 | 0.7 |
| | | 21,197 | 5.0 | Prudential | 524 | 8,336 | 2.0 |
| Travel & Leisure | | | | | | 14,706 | 3.4 |
| Compass Group | 354 | 5,890 | 1.4 | Real Estate Investment Trusts | | | |
| Intercontinental Hotels | 41 | 1,831 | 0.4 | PRS Reit PLC | 4,245 | 4,288 | 1.0 |
| Intl Consolidated Airlines | 349 | 2,090 | 0.5 | St Mowden Props. | 1,048 | 4,262 | 1.0 |
| Ten Entertainment Group | 2,082 | 4,706 | 1.1 | | | 8,550 | 2.0 |
| Whitbread | 34 | 1,630 | 0.4 | Financial Services | | | |
| | | 16,147 | 3.8 | Brooks Macdonald Group | 236 | 3,729 | 0.9 |
| Fixed Line Telecommunications | | | | Harwood Wealth | 2,365 | 3,074 | 0.7 |
| BT Group | 2,193 | 4,707 | 1.1 | London Stock Exchange | 60 | 2,709 | 0.6 |
| | | 4,707 | 1.1 | Sigma Capital Group | 3,570 | 4,070 | 1.0 |
| Mobile Telecommunications | | | | | | 13,582 | 3.2 |
| Vodafone Group | 7,070 | 9,494 | 2.2 | Equity Investment Instruments | | | |
| | | 9,494 | 2.2 | 3i Infrastructure | 1,755 | 4,739 | 1.1 |
| Electricity | | | | Dwn. STGC Micro-Cap TST | 3,883 | 2,757 | 0.7 |
| SSE | 269 | 3,197 | 0.8 | Herald Ventures | 0 | 26 | 0.0 |
| | | 3,197 | 0.8 | HG Capital Trust | 198 | 3,951 | 0.9 |
| Gas, Water & Multi-Utilities | | | | | | 11,473 | 2.7 |
| Centrica | 1,469 | 1,829 | 0.4 | | | | |
| National Grid | 905 | 7,669 | 1.8 | | | | |
| | | 9,498 | 2.2 | | | | |

Central Finance Board of the Methodist Church UK Equity Fund

Portfolio valuation

as at 28 February 2019

| | Holding 000s | Market value £'000s | % |
|--|-----------------|------------------------|--------------|
| Equity Investment Instruments (continued) | | | |
| Impax Environmental Mkts | 1,380 | 3,837 | 0.9 |
| Impax New Energy Investors II LP | 304 | 47 | 0.0 |
| Impax New Energy Investors III LP | 26 | 0 | 0.0 |
| Ishares FTSE 100 UCITS ETF | 210 | 1,476 | 0.4 |
| North Atlantic Smaller Companies | 180 | 5,310 | 1.2 |
| Oryx International Growth | 486 | 3,769 | 0.9 |
| | | 14,439 | 3.4 |
| Software & Computer Services | | | |
| Craneware | 179 | 4,701 | 1.1 |
| Keywords Studios | 366 | 4,092 | 1.0 |
| | | 8,793 | 2.1 |
| Total investments | | 425,620 | 100.0 |
| Net current assets | | 3,548 | |
| Total value of Fund | | 429,168 | |

Central Finance Board of the Methodist Church Overseas Fund

Statement of total return

for the year ended 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Net gains /(losses) on investments during the period | 2 | 5,728 | 11,504 |
| | | <u>5,728</u> | <u>11,504</u> |
| Gross Income | 3 | 3,076 | 3,060 |
| Expenses | 4 | (499) | (508) |
| Taxation: Irrecoverable Withholding Tax | 7 | (168) | (134) |
| Net income | | <u>2,409</u> | <u>2,418</u> |
| Total return for the period | | 8,137 | 13,922 |
| Finance costs: Distributions | 8 | (2,409) | (2,424) |
| Change in net assets attributable to unitholders | | <u>5,728</u> | <u>11,498</u> |

Statement of change in net assets attributable to unitholders

for the year ended 28 February 2019

| | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|-----------------------|-----------------------|
| Opening net assets attributable to unitholders | 191,283 | 188,561 |
| Movement due to creations and cancellations of units | | |
| Amounts receivable on issue of units | 10,441 | 10,632 |
| Amounts payable on cancellation of units | (27,243) | (19,422) |
| | <u>(16,802)</u> | <u>(8,790)</u> |
| Dilution levy/ adjustment | 30 | 14 |
| Change in net assets attributable to unitholders from investment activities | 5,728 | 11,498 |
| Closing net assets attributable to unitholders | <u>180,239</u> | <u>191,283</u> |

Price and income history

Year to February

| | Highest price p | Lowest price p | Income per unit p | Per £1,000 invested at 1/3/98 £ |
|------------------------------------|-----------------------|----------------------|-------------------------|--|
| Charity & Pension units | | | | |
| 2015 | 435.7 | 368.8 | 5.44 | 27.39 |
| 2016 | 464.5 | 393.3 | 5.73 | 28.85 |
| 2017 | 566.1 | 426.3 | 6.46 | 32.53 |
| 2018 | 619.0 | 554.9 | 6.96 | 35.04 |
| 2019 | 658.1 | 578.5 | 7.52 | 37.86 |

Central Finance Board of the Methodist Church Overseas Fund

Balance Sheet

as at 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Assets | | | |
| Fixed Assets | | | |
| Investments | | 178,935 | 189,348 |
| Current assets | | | |
| Debtors | 9 | 200 | 187 |
| Cash and bank balances | 10 | 1,665 | 2,271 |
| Total current assets | | 1,865 | 2,458 |
| Total assets | | 180,800 | 191,806 |
| Liabilities | | | |
| Creditors | 11 | (14) | (19) |
| Distribution payable | | (547) | (504) |
| Total liabilities | | (561) | (523) |
| Net assets attributable to unitholders | | 180,239 | 191,283 |

Distribution

| Distribution period | Net income per unit | Equalisation per unit | Distribution payable per unit | Date payable |
|--------------------------------------|------------------------|--------------------------|-------------------------------------|--------------|
| General units | p | p | p | |
| 1 March 2018 to 31 May 2018 | 2.75 | (0.01) | 2.74 | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 1.89 | 0.01 | 1.90 | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 1.09 | 0.01 | 1.10 | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 1.82 | (0.04) | 1.78 | 20/04/2019 |
| Methodist Pension Units (*) | | | | |
| 1 March 2018 to 31 May 2018 | 2.95 | 0.02 | 2.97 | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 2.15 | 0.00 | 2.15 | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 1.31 | 0.02 | 1.33 | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 1.98 | 0.02 | 2.00 | 20/04/2019 |

(*) Created 1 September 2015

Net asset value (NAV)/fund size

| Date | Net asset value £m | Units in issue | | NAV pence per unit |
|------------------|--------------------------|-------------------|------------|--------------------------|
| | | Charity | Pension | |
| 28 February 2015 | 163.0 | 9,644,653 | 27,879,855 | 434.4 |
| 29 February 2016 | 159.3 | 9,871,890 | 27,826,892 | 422.5 |
| 28 February 2017 | 188.6 | 8,228,774 | 25,088,134 | 566.0 |
| 28 February 2018 | 191.3 | 18,710,874 | 13,188,881 | 599.6 |
| 28 February 2019 | 180.2 | 17,418,040 | 11,865,878 | 615.5 |

Average dealing spread

| 28/02/2019 | 28/02/2018 |
|------------|------------|
| 0.19% | 0.17% |

Total expense ratios

| | 2019 % | 2018 % |
|--|-------------|-------------|
| Administration grant (including custody and transaction costs) | 0.25 | 0.25 |
| Other managers fees* | 0.61 | 0.54 |
| | 0.86 | 0.79 |

* TERs for Collective Investment Schemes held by the Fund

Central Finance Board of the Methodist Church Overseas Fund

Summary of investments and other assets

as at 28 February 2019

| | Market value 28/02/2019 | | Market value 28/02/2018 | |
|----------------------------|----------------------------|--------------|----------------------------|--------------|
| | £'000s | % | £'000s | % |
| North America | 100,965 | 56.4 | 102,912 | 54.4 |
| Europe | 25,405 | 14.2 | 28,421 | 15.0 |
| Japan | 16,884 | 9.5 | 20,473 | 10.8 |
| Pacific Basin ex-Japan | 24,150 | 13.5 | 26,687 | 14.1 |
| Rest of the World | 11,531 | 6.4 | 10,855 | 5.7 |
| Total investments | 178,935 | 100.0 | 189,348 | 100.0 |
| Net current assets | 1,304 | | 1,935 | |
| Total value of fund | 180,239 | | 191,283 | |

Portfolio valuation

as at 28 February 2019

| | Holding 000s | Market value £'000s | | | Holding 000s | Market value £'000s | | |
|---------------------------------|-----------------|------------------------|------------|------------------------|-----------------|------------------------|------------|--|
| | | £'000s | % | | | £'000s | % | |
| North America | | | | | | | | |
| Canada * | | | | | | | | |
| Allied Properties REIT Trust | 4 | 105 | 0.1 | First Capital Realty | 6 | 77 | 0.0 | |
| ARC Resources | 8 | 43 | 0.0 | Fortis | 4 | 103 | 0.1 | |
| ATCO Class 1 | 4 | 106 | 0.1 | Intact Financial | 1 | 89 | 0.0 | |
| Bank of Montreal | 4 | 251 | 0.1 | Interfor | 7 | 57 | 0.0 | |
| BCE | 3 | 98 | 0.1 | Loblaw | 3 | 126 | 0.1 | |
| Bank of Nova Scotia | 8 | 355 | 0.2 | Manulife Financial | 14 | 174 | 0.1 | |
| Brookfield Asset Management | 8 | 264 | 0.1 | Maple Leaf Foods | 6 | 101 | 0.1 | |
| Brookfield Business Partners | 2 | 60 | 0.0 | Methanex | 2 | 90 | 0.1 | |
| Brookfield Infrastructure | 3 | 96 | 0.1 | National Bnk of Canada | 2 | 64 | 0.0 | |
| Brookfield Property Partners | 3 | 46 | 0.0 | Onex | 2 | 76 | 0.0 | |
| Brookfield Renewable | 4 | 101 | 0.1 | Pembina Pipeline | 8 | 217 | 0.1 | |
| Canadian Imperial Bk Commerce | 2 | 151 | 0.1 | Power Corp Canada | 8 | 122 | 0.1 | |
| Canafian National Railway | 5 | 295 | 0.2 | Prairiesky Royalty | 3 | 37 | 0.0 | |
| Canadian Pacific Railway | 1 | 210 | 0.1 | Recipe Unlimited | 3 | 47 | 0.0 | |
| Chartwell Retirement Residences | 5 | 44 | 0.0 | Rogers Communications | 3 | 137 | 0.1 | |
| Choice Properties REIT Trust | 14 | 105 | 0.1 | Royal Bank of Canada | 8 | 500 | 0.3 | |
| Emera | 2 | 57 | 0.0 | Saputo | 2 | 56 | 0.0 | |
| Fairfax Financial Holdings | 0.3 | 108 | 0.1 | Shaw Communications | 5 | 73 | 0.0 | |
| Finning International | 3 | 41 | 0.0 | Sun Life Financial | 3 | 95 | 0.1 | |
| | | 2,536 | 1.4 | Telus | 3 | 92 | 0.1 | |
| | | | | Thomson Reuters | 4 | 143 | 0.1 | |
| | | | | Toronto Dominion Bank | 11 | 465 | 0.3 | |
| | | | | Transcanada | 12 | 415 | 0.2 | |
| | | | | Weston George | 1 | 60 | 0.0 | |
| | | | | | | 3,416 | 1.9 | |

* Managed by RBC Toronto

**Central Finance Board of the Methodist Church
Overseas Fund**

Portfolio valuation

as at 28 February 2019

| | Holding | Market value | | | Holding | Market value | | |
|------------------------------|---------|---------------|-------------|------------------------------|---------|--------------|-----|--|
| | 000s | £'000s | % | | 000s | £'000s | % | |
| North America | | | | | | | | |
| United States | | | | Switzerland | | | | |
| Comm.SVS.SLT.Sect.SPDR | 100 | 3,446 | 1.9 | ABB | 10 | 155 | 0.1 | |
| Consumer Discretionary SPDR | 30 | 2,523 | 1.4 | Choc Lindt & Spruengli Par | 0.005 | 25 | 0.0 | |
| Health Care Sector SPDR | 45 | 3,137 | 1.8 | Chocolade Lindt & Spruengli | 0.001 | 56 | 0.0 | |
| Industrials Sector SPDR | 32 | 1,825 | 1.0 | Credit Suisse Group | 17 | 162 | 0.1 | |
| Financials Sector SPDR | 212 | 4,243 | 2.4 | EMS-Chemie | 0.1 | 22 | 0.0 | |
| Consumer Staples Sector SPDR | 53 | 2,157 | 1.2 | Geberit | 0.2 | 63 | 0.0 | |
| Technology Sector SPDR | 129 | 6,869 | 3.8 | Givaudan | 0.1 | 123 | 0.1 | |
| Materials Sector SPDR | 14 | 600 | 0.3 | Julius Bar Gruppe | 2 | 54 | 0.0 | |
| Wespath US Equity Fund | 1,640 | 53,220 | 29.7 | Kuehne & Nagel International | 0.4 | 39 | 0.0 | |
| Wespath US Equity Index Fund | 1,569 | 16,993 | 9.5 | Lafargeholcim | 3 | 103 | 0.1 | |
| | | 95,013 | 53.1 | Lonza | 0 | 90 | 0.1 | |
| | | | | Nestle | 18 | 1,202 | 0.7 | |
| Europe | | | | Novartis | 13 | 871 | 0.5 | |
| Austria | | | | Partners Group Holding | 0.10 | 55 | 0.0 | |
| Erste Group Bank | 2 | 49 | 0.0 | Richemont | 3 | 173 | 0.1 | |
| Omy Group | 1 | 34 | 0.0 | Roche Holding | 4 | 851 | 0.5 | |
| Raiffeisen Bank Intl | 1 | 17 | 0.0 | Roche Holdings 'B' | 0 | 46 | 0.0 | |
| | | 100 | 0.1 | Schindler 'P' | 0.4 | 60 | 0.0 | |
| Belgium | | | | Schindler 'R' | 0.2 | 28 | 0.0 | |
| Ageas (Ex-Fortis) | 1 | 49 | 0.0 | SGS 'N' | 0.04 | 77 | 0.0 | |
| GBL New | 1 | 44 | 0.0 | Sika | 0.78 | 80 | 0.0 | |
| KBC Group | 2 | 109 | 0.1 | Sonova | 0.4 | 56 | 0.0 | |
| Solvay | 1 | 47 | 0.0 | Straumann Holding | 0.1 | 35 | 0.0 | |
| UCB | 1 | 60 | 0.0 | Swiss Life Holding | 0.3 | 85 | 0.0 | |
| Umicore | 1 | 44 | 0.0 | Swiss Reinsurance | 2 | 158 | 0.1 | |
| | | 353 | 0.2 | Swisscom | 0.2 | 63 | 0.0 | |
| | | | | Temenos N | 0.4 | 45 | 0.0 | |
| | | | | The Swatch Group 'R' | 0.4 | 15 | 0.0 | |
| | | | | The Swatch Group 'B' | 0.2 | 51 | 0.0 | |
| | | | | UBS Group | 20 | 192 | 0.1 | |
| | | | | Vifor Pharma | 0 | 30 | 0.0 | |

**Central Finance Board of the Methodist Church
Overseas Fund**

Portfolio valuation

as at 28 February 2019

| | Holding 000s | Market value £'000s | % | | Holding 000s | Market value £'000s | % |
|------------------------------|-----------------|------------------------|------------|------------------------------|-----------------|------------------------|------------|
| Germany | | | | Spain | | | |
| 1&1 Drillisch | 1 | 15 | 0.0 | ACS Actividades | 2 | 61 | 0.0 |
| Adidas | 1 | 202 | 0.1 | Aena Shares | 0 | 52 | 0.0 |
| Allianz | 2 | 412 | 0.2 | Amadeus It Holding | 3 | 159 | 0.1 |
| BASF | 5 | 304 | 0.2 | Banco Santander | 93 | 344 | 0.2 |
| Bayer | 5 | 326 | 0.2 | Bankia | 9 | 21 | 0.0 |
| Beiersdorf | 1 | 43 | 0.0 | BBV Argentaria | 39 | 181 | 0.1 |
| BMW | 2 | 140 | 0.1 | Caixabank | 28 | 75 | 0.0 |
| BMW Pref | 0 | 24 | 0.0 | Endesa | 3 | 47 | 0.0 |
| Commerzbank | 8 | 48 | 0.0 | Ferrovial | 4 | 63 | 0.0 |
| Continental | 1 | 91 | 0.1 | Grifols B | 2 | 33 | 0.0 |
| Covestro | 1 | 45 | 0.0 | Grifols A | 3 | 50 | 0.0 |
| Daimler | 5 | 228 | 0.1 | Iberdrola | 36 | 228 | 0.1 |
| Deutsche Bank | 14 | 98 | 0.1 | Inditex | 7 | 162 | 0.1 |
| Deutsche Boerse | 1 | 122 | 0.1 | Naturgy Energy | 3 | 51 | 0.0 |
| Deutsche Lufthansa | 1 | 27 | 0.0 | Red Electrica Corporation | 3 | 52 | 0.0 |
| Deutsche Post | 7 | 163 | 0.1 | Repsol | 9 | 115 | 0.1 |
| Deutsche Telekom | 18 | 230 | 0.1 | Telefonica | 31 | 200 | 0.1 |
| Deutsche Wohnen BR.SHS. | 3 | 96 | 0.1 | | | 1,894 | 1.1 |
| E.ON | 15 | 124 | 0.1 | Finland | | | |
| Evonik Industries | 1 | 18 | 0.0 | Fortum | 3 | 44 | 0.0 |
| Fresenius | 3 | 124 | 0.1 | Kone B | 3 | 96 | 0.1 |
| Fresenius Medical Care | 2 | 90 | 0.1 | Neste | 1 | 75 | 0.0 |
| Hannover Rueckversicherung | 0 | 41 | 0.0 | Nokia | 32 | 148 | 0.1 |
| Heidelbergcement | 1 | 61 | 0.0 | Sampo | 3 | 116 | 0.1 |
| Henkel | 1 | 40 | 0.0 | Stora Enso | 4 | 35 | 0.0 |
| Henkel Preference | 1 | 94 | 0.1 | UPM - Kymmene | 3 | 69 | 0.0 |
| Hochtief | 0 | 24 | 0.0 | Wartsila | 4 | 44 | 0.0 |
| Infineon Technologies | 8 | 129 | 0.1 | | | 627 | 0.4 |
| Innogy | 1 | 28 | 0.0 | France | | | |
| Man | 0.3 | 19 | 0.0 | Accor | 1 | 47 | 0.0 |
| Merck Kgaa | 1 | 78 | 0.0 | ADP | 0.2 | 34 | 0.0 |
| MTU Aero Engines HLDG | 0 | 58 | 0.0 | Air Liquide | 2 | 230 | 0.1 |
| Muenchener Rueckversicherung | 1 | 171 | 0.1 | Alstom | 1 | 35 | 0.0 |
| Porsche | 1 | 47 | 0.0 | Amundi | 0 | 20 | 0.0 |
| SAP | 6 | 454 | 0.3 | Atos | 1 | 50 | 0.0 |
| Siemens | 4 | 366 | 0.2 | Axa | 11 | 217 | 0.1 |
| Siemens Healthineers | 1 | 28 | 0.0 | BNP Paribas | 6 | 238 | 0.1 |
| Symrise | 1 | 66 | 0.0 | Bollere | 9 | 31 | 0.0 |
| Taianx Aktiengesellschaft | 0.3 | 9 | 0.0 | Bouygues | 2 | 43 | 0.0 |
| Telefonica | 5 | 12 | 0.0 | Bureau Veritas International | 2 | 32 | 0.0 |
| United Internet | 1 | 29 | 0.0 | Cap Gemini | 1 | 80 | 0.0 |
| Volkswagen | 0 | 40 | 0.0 | Carrefour | 5 | 69 | 0.0 |
| Volkswagen Pref | 1 | 155 | 0.1 | CNP Assurances | 2 | 29 | 0.0 |
| Vonovia | 3 | 126 | 0.1 | Credit Agricole | 8 | 77 | 0.0 |
| Wirecard | 1 | 72 | 0.0 | Danone | 4 | 205 | 0.1 |
| Zalando | 1 | 18 | 0.0 | Dassault Systemes | 1 | 83 | 0.0 |
| | | 5,135 | 2.9 | | | 1,520 | 0.8 |
| Denmark | | | | | | | |
| A P Moller - Maersk A | 0.03 | 32 | 0.0 | | | | |
| A P Moller - Maersk B | 0.05 | 49 | 0.0 | | | | |
| Christian Hansen Holding | 0.7 | 54 | 0.0 | | | | |
| Coloplast | 0.8 | 60 | 0.0 | | | | |
| DSV | 1 | 70 | 0.0 | | | | |
| Genmab | 0 | 39 | 0.0 | | | | |
| H Lundbeck | 0 | 12 | 0.0 | | | | |
| Novo Nordisk | 10 | 364 | 0.2 | | | | |
| Novozymes | 1 | 44 | 0.0 | | | | |

Central Finance Board of the Methodist Church Overseas Fund

Portfolio valuation

as at 28 February 2019

| | Holding | Market value | | | Holding | Market value | | |
|---------------------------|---------|--------------|------------|--------------------------|---------------|--------------|------------|-----|
| | 000s | £'000s | % | | 000s | £'000s | % | |
| France (continued) | | | | | Italy | | | |
| EDF | 3 | 35 | 0.0 | Moncler | 1 | 32 | 0.0 | |
| Engie | 9 | 108 | 0.1 | Poste Italiane | 3 | 22 | 0.0 | |
| Essilorluxottica | 2 | 155 | 0.1 | Snam | 16 | 60 | 0.0 | |
| Gecina | 0.3 | 32 | 0.0 | Telecom Italia | 91 | 42 | 0.0 | |
| Hermes International | 0.2 | 95 | 0.1 | Telecom Italia RSP | 45 | 18 | 0.0 | |
| Ipsen | 0.2 | 25 | 0.0 | Terna Rete Elettrica Naz | 12 | 58 | 0.0 | |
| Kering | 0 | 179 | 0.1 | Unicredit | 13 | 130 | 0.1 | |
| Klepierre | 1 | 38 | 0.0 | | | 362 | 0.2 | |
| L'Oreal | 1 | 267 | 0.1 | Luxembourg | | | | |
| Legrand | 2 | 92 | 0.1 | RTL Group | 0.3 | 10 | 0.0 | |
| Michelin | 1 | 117 | 0.1 | Tenaris | 4 | 35 | 0.0 | |
| Natixis | 8 | 33 | 0.0 | | | 45 | 0.0 | |
| Orange | 11 | 125 | 0.1 | Netherlands | | | | |
| Peugeot | 3 | 58 | 0.0 | ABN Amro | 3 | 46 | 0.0 | |
| Publicis Groupe | 2 | 68 | 0.0 | Adyen | 0 | 24 | 0.0 | |
| Renault | 1 | 62 | 0.0 | Aegon | 13 | 53 | 0.0 | |
| Saint Gobain | 3 | 92 | 0.1 | Akzo Nobel | 2 | 104 | 0.1 | |
| Sanofi | 6 | 394 | 0.2 | Arcelormittal | 4 | 71 | 0.0 | |
| Schneider Electric | 3 | 175 | 0.1 | Asml Holding | 2 | 323 | 0.2 | |
| Societe Generale | 5 | 115 | 0.1 | DSM Koninklijke | 1 | 81 | 0.0 | |
| Sodexo | 1 | 41 | 0.0 | ING Groep | 22 | 223 | 0.1 | |
| St Microelectronics | 4 | 49 | 0.0 | Ahold Delhaize | 6 | 123 | 0.1 | |
| Teleperformance | 0 | 54 | 0.0 | KPN Kon | 23 | 54 | 0.0 | |
| Total | 15 | 625 | 0.3 | NN Group | 2 | 72 | 0.0 | |
| Ubisoft Entertainment | 1 | 33 | 0.0 | Philips | 5 | 162 | 0.1 | |
| Veolia Environnement | 3 | 50 | 0.0 | Randstad Holding | 1 | 36 | 0.0 | |
| Vinci | 3 | 196 | 0.1 | Unilever | 9 | 361 | 0.2 | |
| Vivendi | 5 | 120 | 0.1 | Wolters Kluwer | 2 | 77 | 0.0 | |
| WFD Unibail Rodamco | 1 | 96 | 0.1 | | | 1,810 | 1.0 | |
| | | 3,529 | 2.0 | | | | | |
| Ireland | | | | | Norway | | | |
| AIB Group | 4 | 14 | 0.0 | DNB | 7 | 105 | 0.1 | |
| Kerry Group | 1 | 67 | 0.0 | Equinor | 7 | 116 | 0.1 | |
| | | 81 | 0.0 | Mowi | 3 | 49 | 0.0 | |
| Italy | | | | | Norsk Hydro | 8 | 26 | 0.0 |
| Assicurazioni Generali | 9 | 122 | 0.1 | Telenor | 4 | 61 | 0.0 | |
| Atlantia | 3 | 63 | 0.0 | Yara International | 1 | 44 | 0.0 | |
| CNH Industrial | 7 | 58 | 0.0 | | | 401 | 0.2 | |
| Enel | 45 | 207 | 0.1 | | | | | |
| ENI | 15 | 190 | 0.1 | | | | | |
| Exor | 1 | 43 | 0.0 | | | | | |
| Ferrari | 1 | 73 | 0.0 | | | | | |
| Fiat | 8 | 87 | 0.0 | | | | | |
| Intesa Sanpaolo | 87 | 162 | 0.1 | | | | | |
| | | 1,005 | 0.6 | | | | | |

**Central Finance Board of the Methodist Church
Overseas Fund**

Portfolio valuation

as at 28 February 2019

| | Holding Market value | | | | Holding Market value | | |
|-----------------------------------|----------------------|---------------|------------|-------|----------------------|----------------|--------------|
| | 000s | £'000s | % | | 000s | £'000s | % |
| Portugal | | | | | | | |
| Energias De Portugal | 14 | 39 | 0.0 | | | | |
| Galp Energia | 3 | 37 | 0.0 | | | | |
| | | 76 | 0.0 | | | | |
| Sweden | | | | | | | |
| Alfa Laval | 2 | 32 | 0.0 | | | | |
| Assa Abloy | 5 | 82 | 0.0 | | | | |
| Atlas Copco A | 4 | 73 | 0.0 | | | | |
| Atlas Copco B | 2 | 42 | 0.0 | | | | |
| Epiroc A | 5 | 37 | 0.0 | | | | |
| Epiroc B | 2 | 16 | 0.0 | | | | |
| Ericsson | 17 | 121 | 0.1 | | | | |
| Essity B | 4 | 87 | 0.0 | | | | |
| Hennes & Mauritz | 7 | 76 | 0.0 | | | | |
| Hexagon | 1 | 56 | 0.0 | | | | |
| Industrivarden A | 2 | 25 | 0.0 | | | | |
| Industrivarden B | 1 | 20 | 0.0 | | | | |
| Investor A | 1 | 31 | 0.0 | | | | |
| Investor B | 3 | 103 | 0.1 | | | | |
| Modern Times Group B | 0 | 2 | 0.0 | | | | |
| Nordea Bank | 18 | 123 | 0.1 | | | | |
| Sandvik | 8 | 93 | 0.1 | | | | |
| SEB | 10 | 78 | 0.0 | | | | |
| Svenska Handelsbank | 10 | 86 | 0.0 | | | | |
| Swedbank | 5 | 71 | 0.0 | | | | |
| Telia Company | 20 | 65 | 0.0 | | | | |
| Volvo | 9 | 95 | 0.1 | | | | |
| | | 1,414 | 0.8 | | | | |
| European Composite | | | | | | | |
| Baring Emerging Europe | 12 | 88 | 0.0 | | | | |
| Central Europe and Russia Fund | 29 | 520 | 0.3 | | | | |
| Vanguard FTSE Dev Europe | 13 | 317 | 0.2 | | | | |
| | | 925 | 0.5 | | | | |
| Japan | | | | | | | |
| Baillie Gifford Japan | 82 | 603 | 0.3 | | | | |
| First State Inv Japan Equity B | 4,326 | 7,279 | 4.1 | | | | |
| Vanguard FTSE Japan | 414 | 9,002 | 5.0 | | | | |
| | | 16,884 | 9.4 | | | | |
| Pacific Basin Composite | | | | | | | |
| Generation IM Asia | | | | 31 | 3,605 | 2.0 | |
| Stewart Asia Pacific B | | | | 295 | 4,373 | 2.4 | |
| Stewart Inv Asia B Sustainability | | | | 2,468 | 14,160 | 7.9 | |
| Vanguard FTSE Asia Pacific xJapan | | | | 106 | 2,012 | 1.1 | |
| | | | | | 24,150 | 13.5 | |
| Rest of the World | | | | | | | |
| Stewart Inv Latin B | | | | 330 | 995 | 0.6 | |
| Vanguard FTSE EMM UCTIS | | | | 56 | 2,395 | 1.3 | |
| | | | | | 3,390 | 1.9 | |
| Global | | | | | | | |
| Generation IM Climate Solution Fd | | | | 3,150 | 1,286 | 0.7 | |
| Generation Global Equity Fd | | | | 16 | 5,290 | 3.0 | |
| Impax New Energy Investors | | | | 12 | 0 | 0.0 | |
| Vanguard FTSE All World | | | | 15 | 907 | 0.1 | |
| Vanguard Total World Stock | | | | 12 | 658 | 0.1 | |
| | | | | | 8,141 | 3.8 | |
| Total investments | | | | | | 178,935 | 100.0 |
| Net cash | | | | | | 1,304 | |
| Total value of Fund | | | | | | 180,239 | |

**Central Finance Board of the Methodist Church
Managed Equity Fund**

Statement of total return

for the year ended 28 February 2019

| | 28/02/2019 | 28/02/2018 |
|---|---------------|---------------|
| | £'000s | £'000s |
| Net gains/ (losses) on investments during the period | 305 | 697 |
| Income | 305 | 697 |
| Expenses | 957 | 898 |
| Net income | - | - |
| Total return for the period | 957 | 898 |
| Finance costs: Distributions | 1,262 | 1,595 |
| Change in net assets attributable to unitholders | (957) | (898) |
| | 305 | 697 |

Statement of change in net assets attributable to unitholders

for the year ended 28 February 2019

| | 28/02/2019 | 28/02/2018 |
|---|---------------|---------------|
| | £'000s | £'000s |
| Opening net assets attributable to unitholders | 29,969 | 30,089 |
| Movement due to creations and cancellations of units | | |
| Amounts receivable on issue of units | 895 | 379 |
| Amounts payable on cancellation of units | (1,560) | (1,199) |
| | (665) | (820) |
| Dilution levy/ adjustment | | 3 |
| Change in net assets attributable to unitholders from investment activities | 305 | 697 |
| Closing net assets attributable to unitholders | 29,609 | 29,969 |

Price and income history

Year to February

| | Highest price p | Lowest price p | Income per unit p | Per £1,000 invested at 1/9/99 £ |
|---------------------|-----------------------|----------------------|-------------------------|--|
| Charity unit | | | | |
| 2015 | 2310.9 | 2059.3 | 62.09 | 39.67 |
| 2016 | 2391.3 | 1968.1 | 69.25 | 44.24 |
| 2017 | 2521.1 | 2081.7 | 76.64 | 48.96 |
| 2018 | 2719.3 | 2479.5 | 76.60 | 48.94 |
| 2019 | 2771.7 | 2452.0 | 83.46 | 53.32 |

**Central Finance Board of the Methodist Church
Managed Equity Fund**

Balance Sheet

as at 28 February 2019

| | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|----------------------|----------------------|
| Assets | | |
| Fixed Assets | | |
| Investments | 29,608 | 29,968 |
| Current assets | | |
| Debtors | 204 | 170 |
| Cash and bank balances | 1 | 1 |
| Total current assets | <u>205</u> | <u>171</u> |
| Total assets | <u>29,813</u> | <u>30,139</u> |
| Liabilities | | |
| Distribution payable | <u>(204)</u> | <u>(170)</u> |
| Total liabilities | <u>(204)</u> | <u>(170)</u> |
| Net assets attributable to unitholders | <u>29,609</u> | <u>29,969</u> |

Distribution

| Distribution period | Distribution per unit | | Date payable |
|--------------------------------------|-----------------------|--------------|--------------|
| | Charity p | Pension p | |
| 1 March 2018 to 31 May 2018 | 26.79 | - | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 22.95 | - | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 15.17 | - | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 17.82 | - | 20/04/2019 |

Average dealing spread

| | 28/02/2019 | 28/02/2018 |
|--|------------|------------|
| | 0.16% | 0.16% |

Net asset value (NAV)/fund size

| Date | Net asset value £m | Units in issue | | NAV pence per unit |
|------------------|--------------------------|-------------------|---------|--------------------------|
| | | Charity | Pension | |
| 28 February 2015 | 52.3 | 2,268,041 | - | 2307.8 |
| 29 February 2016 | 47.2 | 2,256,189 | - | 2104.0 |
| 28 February 2017 | 30.1 | 1,203,202 | - | 2500.7 |
| 28 February 2018 | 30.0 | 1,171,152 | - | 2640.6 |
| 28 February 2019 | 29.6 | 1,146,473 | - | 2582.6 |

**Central Finance Board of the Methodist Church
Managed Equity Fund**

Summary of investments and other assets

as at 28 February 2019

| | Holding 000s | 28/02/2019 £'000s | % | Holding 000s | 28/02/2018 £'000s | % |
|----------------------------|-----------------|----------------------|--------------|-----------------|----------------------|--------------|
| UK Equity Fund | 1,269 | 25,525 | 86.2 | 1,267 | 25,321 | 84.5 |
| Overseas Fund | 663 | 4,083 | 13.8 | 775 | 4,647 | 15.5 |
| | | <u>29,608</u> | <u>100.0</u> | | <u>29,968</u> | <u>100.0</u> |
| Net current assets | | 1 | | | 1 | |
| Total value of fund | | <u>29,609</u> | | | <u>29,969</u> | |

**Central Finance Board of the Methodist Church
Managed Fixed Interest Fund**

Statement of total return

for the year ended 28 February 2019

| | 28/02/2019 | 28/02/2018 |
|---|------------------|----------------------|
| | £'000s | £'000s |
| Net (losses)/ gains on investments during the period | 67 | (186) |
| | <u>67</u> | <u>(186)</u> |
| Income | 95 | 98 |
| Expenses | - | - |
| Net income | <u>95</u> | <u>98</u> |
| Total return for the period | 162 | (88) |
| Finance costs: Distributions | (95) | (98) |
| Change in net assets attributable to unitholders | <u>67</u> | <u>(186)</u> |

Statement of change in net assets attributable to unitholders

for the year ended 28 February 2019

| | 28/02/2019 | 28/02/2018 |
|---|---------------------|---------------------|
| | £'000s | £'000s |
| Opening net assets attributable to unitholders | 7,456 | 7,781 |
| Movement due to creations and cancellations of units | | |
| Amounts receivable on issue of units | 73 | 3 |
| Amounts payable on cancellation of units | <u>(397)</u> | <u>(142)</u> |
| | <u>(324)</u> | <u>(139)</u> |
| Dilution levy/ adjustment | - | - |
| Change in net assets attributable to unitholders from investment activities | <u>67</u> | <u>(186)</u> |
| Closing net assets attributable to unitholders | <u>7,199</u> | <u>7,456</u> |

Price and income history

Year to February

| | Highest price p | Lowest price p | Income per unit p | Per £1,000 invested at 1/9/99 £ |
|---------------------|-----------------------|----------------------|-------------------------|--|
| Charity unit | | | | |
| 2015 | 203.8 | 187.1 | 4.58 | 27.72 |
| 2016 | 201.4 | 193.7 | 4.09 | 24.75 |
| 2017 | 214.7 | 199.6 | 3.05 | 18.46 |
| 2018 | 208.4 | 201.7 | 2.63 | 15.92 |
| 2019 | 206.3 | 200.0 | 2.70 | 16.34 |

**Central Finance Board of the Methodist Church
Managed Fixed Interest Fund**

Balance Sheet

as at 28 February 2019

| | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|----------------------|----------------------|
| Assets | | |
| Fixed Assets | | |
| Investments | 7,198 | 7,455 |
| Current assets | | |
| Debtors | 23 | 23 |
| Cash and bank balances | 1 | 1 |
| Total current assets | <u>24</u> | <u>24</u> |
| Total assets | <u>7,222</u> | <u>7,479</u> |
| Liabilities | | |
| Distribution payable | (23) | (23) |
| Total liabilities | <u>(23)</u> | <u>(23)</u> |
| Net assets attributable to unitholders | <u>7,199</u> | <u>7,456</u> |

Distribution

Distribution period

| Distribution period | Distribution per unit | | Date payable |
|--------------------------------------|-----------------------|--------------|--------------|
| | Charity p | Pension p | |
| 1 March 2018 to 31 May 2018 | 0.66 | - | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 0.66 | - | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 0.67 | - | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 0.65 | - | 20/04/2019 |

Average dealing spread

| | 28/02/2019 | 28/02/2018 |
|--|------------|------------|
| | 0.14% | 0.14% |

Net asset value (NAV)/fund size

| Date | Net asset value £m | Units in issue | | NAV pence per unit |
|------------------|--------------------------|-------------------|---------|--------------------------|
| | | Charity | Pension | |
| 28 February 2015 | 8.2 | 4,134,819 | - | 197.5 |
| 28 February 2016 | 7.9 | 3,909,626 | - | 201.0 |
| 28 February 2017 | 7.8 | 3,762,683 | - | 206.8 |
| 28 February 2018 | 7.5 | 3,694,567 | - | 201.7 |
| 28 February 2019 | 7.2 | 3,535,105 | - | 203.6 |

**Central Finance Board of the Methodist Church
Managed Fixed Interest Fund**

Summary of investments and other assets

as at 28 February 2019

| | Holding 000s | 28/02/2018 £'000s | % | Holding 000s | 28/02/2018 £'000s | % |
|----------------------------|-----------------|----------------------|--------------|-----------------|----------------------|--------------|
| Gilt Fund | 1583 | 2612 | 36.3 | 1,733 | 2,828 | 39.3 |
| Corporate Bond Fund | 649 | 898 | 12.5 | 595 | 824 | 11.4 |
| Short Fixed Interest Fund | 3088 | 3688 | 51.2 | 3,215 | 3,803 | 52.8 |
| | | 7,198 | 100.0 | | 7,455 | 100.0 |
| Net current assets | | <u>1</u> | | | <u>1</u> | |
| Total value of fund | | <u>7,199</u> | | | <u>7,456</u> | |

**Central Finance Board of the Methodist Church
Managed Mixed Fund**

Statement of total return

for the year ended 28 February 2019

| | 28/02/2019 | 28/02/2018 |
|---|--------------|--------------|
| | £'000s | £'000s |
| Net gains/ (losses) on investments during the period | 333 | 516 |
| Income | 333 | 516 |
| Expenses | 887 | 835 |
| Net income | - | - |
| Total return for the period | 1,220 | 1,351 |
| Finance costs: Distributions | (886) | (835) |
| Change in net assets attributable to unitholders | 334 | 516 |

Statement of change in net assets attributable to unitholders

for the year ended 28 February 2019

| | 28/02/2019 | 28/02/2018 |
|---|---------------|---------------|
| | £'000s | £'000s |
| Opening net assets attributable to unitholders | 27,374 | 27,092 |
| Movement due to creations and cancellations of units | | |
| Amounts receivable on issue of units | 1,116 | 714 |
| Amounts payable on cancellation of units | (1,288) | (948) |
| | (172) | (234) |
| Dilution levy/ adjustment | - | - |
| Change in net assets attributable to unitholders from investment activities | 334 | 516 |
| Closing net assets attributable to unitholders | 27,536 | 27,374 |

Price and income history

Year to 28 February

| | Highest price p | Lowest price p | Income per unit p | Per £1,000 invested at 1/3/98 £ |
|---------------------|-----------------------|----------------------|-------------------------|--|
| Charity unit | | | | |
| 2015 | 413.6 | 377.0 | 12.84 | 44.45 |
| 2016 | 425.4 | 372.7 | 13.37 | 46.28 |
| 2017 | 447.8 | 387.3 | 14.12 | 48.88 |
| 2018 | 475.7 | 444.1 | 13.83 | 47.87 |
| 2019 | 483.9 | 442.9 | 15.03 | 52.02 |

**Central Finance Board of the Methodist Church
Managed Mixed Fund**

Balance Sheet

as at 28 February 2019

| | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|----------------------|----------------------|
| Assets | | |
| Fixed Assets | | |
| Investments | 27,533 | 27,372 |
| Current assets | | |
| Debtors | 185 | 156 |
| Cash and bank balances | 18 | 16 |
| Total current assets | <u>203</u> | <u>172</u> |
| Total assets | <u>27,736</u> | <u>27,544</u> |
| Liabilities | | |
| Distribution payable | (200) | (170) |
| Total liabilities | <u>(200)</u> | <u>(170)</u> |
| Net assets attributable to unitholders | <u>27,536</u> | <u>27,374</u> |

Distribution

| Distribution period | Distribution per unit | | Date payable |
|--------------------------------------|-----------------------|---------|--------------|
| | Charity | Pension | |
| | p | p | |
| 1 March 2018 to 31 May 2018 | 4.39 | - | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 3.96 | - | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 2.98 | - | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 3.34 | - | 20/04/2019 |

Average dealing spread

| | 28/02/2019 | 28/02/2018 |
|--|------------|------------|
| | 0.30% | 0.30% |

Net asset value (NAV)/fund size

| Date | Net asset value £m | Units in issue | | NAV pence per unit |
|------------------|--------------------------|-------------------|---------|--------------------------|
| | | Charity | Pension | |
| 28 February 2015 | 23.8 | 5,769,624 | - | 413.0 |
| 29 February 2016 | 24.5 | 6,310,143 | - | 388.5 |
| 28 February 2017 | 27.1 | 6,087,961 | - | 445.0 |
| 28 February 2018 | 27.4 | 6,035,966 | - | 465.0 |
| 28 February 2019 | 27.5 | 6,000,099 | - | 458.9 |

**Central Finance Board of the Methodist Church
Managed Mixed Fund**

Summary of investments and other assets

as at 28 February 2019

| | Holding 000s | 28/02/2019 £'000s | % | Holding 000s | 28/02/2018 £'000s | % |
|----------------------------|-----------------|----------------------|--------------|-----------------|----------------------|--------------|
| UK Equity Fund | 868 | 17,450 | 63.4 | 824 | 16,478 | 60.2 |
| Overseas Fund | 428 | 2,632 | 9.6 | 531 | 3,184 | 11.6 |
| Gilt Fund | 854 | 1,408 | 5.1 | 1,196 | 1,952 | 7.1 |
| Corporate Bond Fund | 1062 | 1,468 | 5.3 | 911 | 1,261 | 4.6 |
| Short Fixed Interest Fund | 1234 | 1,473 | 5.3 | 1,177 | 1,392 | 5.1 |
| Property Fund | 4174 | 3,102 | 11.3 | 4,283 | 3,105 | 11.3 |
| | | <u>27,533</u> | <u>100.0</u> | | <u>27,372</u> | <u>100.0</u> |
| Net current assets | | 3 | | | 2 | |
| Total value of fund | | <u>27,536</u> | | | <u>27,374</u> | |

**Central Finance Board of the Methodist Church
Managed Medium Term Methodist Council Fund**

Statement of total return

for the year ended 28 February 2019

| | 28/02/2019 | 28/02/2018 |
|---|--------------|--------------|
| | £'000s | £'000s |
| Net gains on investments during the period | 418 | 360 |
| | <u>418</u> | <u>360</u> |
| Income | 658 | 644 |
| Expenses | - | - |
| Net income | <u>658</u> | <u>644</u> |
| Total return for the period | 1,076 | 1,004 |
| Finance costs: Distributions | (659) | (644) |
| Change in net assets attributable to unitholders | 417 | 360 |

Statement of movement in unitholders' funds

for the year ended 28 February 2019

| | 28/02/2019 | 28/02/2018 |
|---|----------------|---------------|
| | £'000s | £'000s |
| Net assets at the start of period | 28,488 | 28,408 |
| Movement due to creations and cancellations of units | | |
| Amounts receivable on creations of units | 400 | 1,705 |
| Amounts payable on cancellation of units | (2,350) | (1,985) |
| | <u>(1,950)</u> | <u>(280)</u> |
| Dilution levy/ adjustment | - | - |
| Change in net assets attributable to unitholders | 417 | 360 |
| Net assets at end of period | 26,955 | 28,488 |

Price and income history

Year to 28 February

| | Highest price | Lowest price | Income per unit | Per £1,000 invested at 1/9/16 £ |
|---------------------|---------------|--------------|-----------------|------------------------------------|
| Charity unit | | | | |
| 2015 | - | - | - | - |
| 2016 | - | - | - | - |
| 2017 | 105.5 | 100.0 | 1.6 | 15.1 |
| 2018 | 109.7 | 105.1 | 2.35 | 22.79 |
| 2019 | 111.4 | 105.8 | 2.70 | 26.18 |

**Central Finance Board of the Methodist Church
Managed Medium Term Methodist Council Fund**

Balance Sheet

as at 28 February 2019

| | 28/02/2019 | 28/02/2018 |
|---|----------------------|----------------------|
| | £'000s | £'000s |
| Portfolio of investments | 26,955 | 28,487 |
| Current assets | | |
| Debtors | 135 | 127 |
| Cash and bank balances | 17 | 16 |
| Total current assets | <u>152</u> | <u>143</u> |
| Total assets | 27,107 | 28,630 |
| Liabilities | | |
| Distribution payable | (152) | (142) |
| Total current liabilities | <u>(152)</u> | <u>(142)</u> |
| Net assets attributable to unitholders | <u>26,955</u> | <u>28,488</u> |

Distribution

| Distribution period | Distribution per unit | | Date payable |
|--------------------------------------|-----------------------|---------|--------------|
| | Charity | Pension | |
| | p | p | |
| 1 March 2018 to 31 May 2018 | 0.70 | - | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 0.64 | - | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 0.55 | - | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 0.61 | - | 20/04/2019 |

Average dealing spread

| | 28/02/2019 | 28/02/2018 |
|--|--------------|--------------|
| | <u>0.30%</u> | <u>0.30%</u> |

Net asset value (NAV)/fund size

| Date | Net asset value £m | Units in issue | | NAV pence per unit |
|------------------|-----------------------|----------------|---------|--------------------|
| | | Charity | Pension | |
| 28 February 2015 | - | - | - | - |
| 29 February 2016 | - | - | - | - |
| 28 February 2017 | 28.4 | 27,015,183 | - | 105.2 |
| 28 February 2018 | 28.5 | 26,749,537 | - | 108.0 |
| 28 February 2019 | 27.0 | 24,957,858 | - | 108.0 |

**Central Finance Board of the Methodist Church
Managed Medium Term Methodist Council Fund**

Summary of investments and other assets

as at 28 February 2019

| | Holding | 28/02/2019 | | Holding | 28/02/2018 | |
|----------------------------|---------|---------------|--------------|---------|---------------|--------------|
| | 000s | £'000s | % | 000s | £'000s | % |
| UK Equity Fund | 313 | 6,302 | 23.4 | 291 | 5,810 | 20.4 |
| Overseas Fund | 855 | 5,263 | 19.5 | 1,055 | 6,325 | 22.2 |
| Corporate Bond Fund | 2,975 | 4,115 | 15.3 | 3,239 | 4,482 | 15.7 |
| Short Fixed Interest Fund | 6,642 | 7,930 | 29.4 | 7,235 | 8,559 | 30.0 |
| Property Fund | 4,502 | 3,345 | 12.4 | 4,566 | 3,311 | 11.6 |
| | | <u>26,955</u> | <u>100.0</u> | | <u>28,487</u> | <u>100.0</u> |
| Net current assets | | - | | | 1 | |
| Total value of fund | | <u>26,955</u> | | | <u>28,488</u> | |

**Central Finance Board of the Methodist Church
Managed Long Term Methodist Council Fund**

Statement of total return

for the year ended 28 February 2019

| | 28/02/2019 | 28/02/2018 |
|---|--------------|--------------|
| | £'000s | £'000s |
| Net gains on investments during the period | 1,309 | 2,377 |
| Income | 1,309 | 2,377 |
| Expenses | 2,195 | 2,024 |
| Net income | - | - |
| Total return for the period | 2,195 | 2,024 |
| Finance costs: Distributions | (2,193) | (2,021) |
| Change in net assets attributable to unitholders | 1,311 | 2,380 |

Statement of movement in unitholders' funds

for the year ended 28 February 2019

| | 28/02/2019 | 28/02/2018 |
|---|---------------|---------------|
| | £'000s | £'000s |
| Net assets at the start of period | 74,272 | 70,012 |
| Movement due to creations and cancellations of units | | |
| Amounts receivable on creations of units | 1,350 | 1,923 |
| Amounts payable on cancellation of units | (1,150) | (50) |
| | 200 | 1,873 |
| Dilution levy/ adjustment | | 7 |
| Change in net assets attributable to unitholders | 1,311 | 2,380 |
| Net assets at end of period | 75,783 | 74,272 |

Price and income history

Year to 28 February

| | Highest price | Lowest price | Income per unit | Per £1,000 invested at 1/9/16 £ |
|---------------------|------------------|-----------------|--------------------|--|
| Charity unit | | | | |
| 2015 | - | - | - | - |
| 2016 | - | - | - | - |
| 2017 | 109.1 | 100.0 | 2.0 | 13.4 |
| 2018 | 117.0 | 108.2 | 3.08 | 20.43 |
| 2019 | 120.3 | 110.2 | 3.40 | 22.55 |

**Central Finance Board of the Methodist Church
Managed Long Term Methodist Council Fund**

Balance Sheet

as at 28 February 2019

| | 28/02/2019 | 28/02/2018 |
|---|----------------------|----------------------|
| | £'000s | £'000s |
| Portfolio of investments | 75,777 | 74,268 |
| Current assets | | |
| Debtors | 455 | 383 |
| Cash and bank balances | 68 | 58 |
| Total current assets | <u>523</u> | <u>441</u> |
| Total assets | <u>76,300</u> | <u>74,709</u> |
| Liabilities | | |
| Distribution payable | <u>(517)</u> | <u>(437)</u> |
| Total current liabilities | <u>(517)</u> | <u>(437)</u> |
| Net assets attributable to unitholders | <u>75,783</u> | <u>74,272</u> |

Distribution

| Distribution period | Distribution per unit | | Date payable |
|--------------------------------------|-----------------------|---------|--------------|
| | Charity | Pension | |
| | p | p | |
| 1 March 2018 to 31 May 2018 | 0.97 | - | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 0.87 | - | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 0.68 | - | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 0.78 | - | 20/04/2019 |

Average dealing spread

| | 28/02/2019 | 28/02/2018 |
|--|--------------|--------------|
| | <u>0.35%</u> | <u>0.35%</u> |

Net asset value (NAV)/fund size

| Date | Net asset value £m | Units in issue | | NAV pence per unit |
|------------------|-----------------------|----------------|---------|--------------------------|
| | | Charity | Pension | |
| 28 February 2015 | - | - | - | - |
| 29 February 2016 | - | - | - | - |
| 28 February 2017 | 70.0 | 64,457,399 | - | 108.6 |
| 28 February 2018 | 74.3 | 66,126,145 | - | 114.5 |
| 28 February 2019 | 75.8 | 66,292,119 | - | 114.3 |

**Central Finance Board of the Methodist Church
Managed Long Term Methodist Council Fund**

Summary of investments and other assets

as at 28 February 2019

| | Holding 000s | 28/02/2019 £'000s | % | Holding 000s | 28/02/2018 £'000s | % |
|----------------------------|-----------------|----------------------|--------------|-----------------|----------------------|--------------|
| UK Equity Fund | 1,453 | 29,221 | 38.6 | 1,318 | 26,348 | 35.5 |
| Overseas Fund | 4,291 | 26,412 | 36.9 | 4,563 | 27,362 | 36.9 |
| Corporate Bond Fund | 4,679 | 6,471 | 8.5 | 4,721 | 6,534 | 8.8 |
| Inflation Linked Fund | 255 | 1,139 | 1.5 | 365 | 1,590 | 2.1 |
| Property Fund | 16,870 | 12,534 | 16.5 | 17,150 | 12,434 | 16.7 |
| | | <u>75,777</u> | <u>100.0</u> | | <u>74,268</u> | <u>100.0</u> |
| Net current assets | | 6 | | | 4 | |
| Total value of fund | | <u>75,783</u> | | | <u>74,272</u> | |

**Central Finance Board of the Methodist Church
Property Fund**

Statement of total return

for the year ended 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Net (losses)/gains on investments during the period | 2 | 573 | 1,117 |
| | | <u>573</u> | <u>1,117</u> |
| Income | 3 | 1,363 | 1,269 |
| Expenses | | - | - |
| Net income | | <u>1,363</u> | <u>1,269</u> |
| Total return for the period | | 1,936 | 2,386 |
| Finance costs: Distributions | 8 | (1,366) | (1,267) |
| Change in net assets attributable to unitholders | | 570 | 1,119 |

Statement of change in net assets attributable to unitholders

for the year ended 28 February 2019

| | | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|---|----------------------|----------------------|
| Opening net assets attributable to unitholders | | 23,278 | 20,753 |
| Movement due to creations and cancellations of units | | | |
| Amounts receivable on issue of units | 5 | 1,115 | 1,546 |
| Amounts payable on cancellation of units | 5 | (468) | (140) |
| | | <u>647</u> | <u>1,406</u> |
| Dilution levy/ adjustment | | - | - |
| Change in net assets attributable to unitholders from investment activities | | <u>570</u> | <u>1,119</u> |
| Closing net assets attributable to unitholders | | 24,495 | 23,278 |

Price and income history

Year to February

| | Highest buying price p | Lowest selling price p | Income per unit p | Per £1,000 invested at 1/12/05 £ |
|---------------------|---------------------------------|---------------------------------|-------------------------|---|
| Charity unit | | | | |
| 2015 | 64.4 | 59.5 | 4.40 | 44.00 |
| 2016 | 71.3 | 64.4 | 4.16 | 41.60 |
| 2017 | 71.2 | 68.1 | 4.27 | 43.70 |
| 2018 | 74.6 | 72.5 | 4.08 | 41.76 |
| 2019 | 76.7 | 73.2 | 4.22 | 43.19 |

Central Finance Board of the Methodist Church Property Fund

Balance Sheet

as at 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Assets | | | |
| Fixed Assets | | | |
| Investments | | 24,494 | 23,275 |
| Current assets | | | |
| Cash and bank balances | 10 | 121 | 105 |
| Debtors and accrued income | | 216 | 200 |
| Total current assets | | <u>337</u> | <u>305</u> |
| Total assets | | 24,831 | 23,580 |
| Liabilities | | | |
| Creditors | 11 | (336) | (302) |
| Total liabilities | | <u>(336)</u> | <u>(302)</u> |
| Net assets attributable to unitholders | | <u>24,495</u> | <u>23,278</u> |

Distribution

| Distribution period | Distribution per unit | Date payable |
|--------------------------------------|--------------------------|--------------|
| | p | |
| 1 March 2018 - 31 March 2018 | 0.35 | 30/06/2018 |
| 1 April 2018 - 30 April 2018 | 0.36 | 30/06/2018 |
| 1 May 2018 - 31 May 2018 | 0.35 | 30/09/2018 |
| 1 June 2018 - 30 June 2018 | 0.34 | 30/09/2018 |
| 1 July 2018 - 31 July 2018 | 0.37 | 30/09/2018 |
| 1 August 2018 - 31 August 2018 | 0.37 | 31/12/2018 |
| 1 September 2018 - 30 September 2018 | 0.32 | 31/12/2018 |
| 1 October 2018 - 31 October 2018 | 0.38 | 31/12/2018 |
| 1 November 2018 - 30 November 2018 | 0.36 | 31/12/2018 |
| 1 December 2018 - 31 December 2018 | 0.36 | 30/03/2019 |
| 1 January 2019 - 31 January 2019 | 0.34 | 30/03/2019 |
| 1 February 2019 - 28 February 2019 | 0.32 | 31/05/2019 |

Net asset value (NAV)/fund size

| Date | Net asset value £m | Units in issue | NAV pence per unit |
|------------------|--------------------------|-------------------|--------------------------|
| 28 February 2015 | 18.1 | 28,196,073.22 | 64.2 |
| 29 February 2016 | 20.3 | 29,349,858.48 | 69.1 |
| 28 February 2017 | 20.8 | 30,167,198.82 | 68.8 |
| 28 February 2018 | 23.3 | 32,110,351.43 | 72.5 |
| 28 February 2019 | 24.5 | 32,946,346.96 | 74.3 |

Average dealing spread

| 28/02/2019 | 28/02/2018 |
|------------|------------|
| 2.95% | 2.86% |

**Central Finance Board of the Methodist Church
Property Fund**

Summary of investments and other assets

as at 28 February 2019

| | Holding | 28/02/2019 | | Holding | 28/02/2018 | |
|--|---------|----------------------|--------------|---------|----------------------|--------------|
| | 000s | £'000s | % | 000s | £'000s | % |
| Mayfair Property Income Fund for Charities | 27,649 | 24,494 | 100.0 | 26,948 | 23,275 | 100.0 |
| | | <u>24,494</u> | <u>100.0</u> | | <u>23,275</u> | <u>100.0</u> |
| Net current assets | | 1 | | | 3 | |
| Total value of fund | | <u>24,495</u> | | | <u>23,278</u> | |

Central Finance Board of the Methodist Church

Notes to the Accounts

For the year ended 28 February 2019

UK Equity Fund
Overseas Fund
Managed Funds
Property Fund

1. Accounting Policies

(a) Basis of Accounting

The accounts have been prepared under the historic cost convention, as modified by the revaluation of investments, and in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", the Statement of Recommended Practice issued by the Investment Management Association in 2014 and the Methodist Church Funds Act 1960.

(b) Recognition of Income

Interest on fixed interest stocks is accrued on a day to day basis. Dividends and distributions on other investments are credited to income when the securities are quoted ex-dividend.

(c) Management Expenses

All administration expenses in relation to the management of the Funds, including audit, legal, safe custody and transaction charges, are recovered by deduction from income before a distribution is declared. No other management charges are levied. Audited financial statements for the CFB Management Account detailing the total costs incurred in the management of all CFB funds are presented to the Board annually.

Management expenses, including custodian charges and transaction fees, are charged to the funds monthly based on the net assets of each fund at the month end. As at 28 February 2019 expenses were recovered at the following rates:

UK Equity Fund: 0.37% per annum (28/2/18: 0.37%)

Overseas Fund: 0.25% per annum (28/2/18: 0.25%)

(d) Distribution Policy

All income of the Funds, after deduction of management and other expenses is distributed to unit holders. Distributions take into account income received on the creation of units and income deducted on the cancellation of units.

(e) Basis of Valuation

Listed investments are valued at bid-market values at the close of business on an accounting date less, in the case of fixed interest securities, interest accrued. Investments in single priced funds are valued at the single prices quoted. Suspended securities are valued by the Manager having regard to the last dealing price on the date of suspension and subsequent available information. Suspended securities are written off after they have been carried at nil value for two years or if the Managers do not expect any returns for the Fund.

(f) Foreign Exchange

Assets and liabilities in foreign currencies are expressed in sterling at rates of exchange ruling on the accounting date. Transactions in foreign currencies are translated into sterling at the exchange rates ruling on the transaction dates.

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

UK Equity Fund
 Overseas Fund
 Managed Funds
 Property Fund

2 Net gains/ (losses) on Investments

The net gains on investments during the year comprise:

| | UK Equity Fund | | Overseas Fund | | Property Fund | |
|--------------------------------------|----------------|----------|---------------|----------|---------------|--------|
| | 2019 | 2018 | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s | £'000s | £'000s |
| Proceeds from sales of investments | 84,258 | 82,786 | 49,742 | 47,031 | - | - |
| Original cost of investments sold | (64,089) | (63,211) | (31,938) | (24,213) | - | - |
| Net realised gains/(losses) on sales | 20,169 | 19,575 | 17,804 | 22,818 | - | - |
| Net unrealised gains/(losses) | (18,056) | (13,109) | (12,034) | (11,216) | 573 | 1,117 |
| Currency gains | (6) | (17) | (42) | (98) | - | - |
| Net gains/(losses) on investments | 2,107 | 6,449 | 5,728 | 11,504 | 572 | 1,117 |

3 Gross Income

| | UK Equity Fund | | Overseas Fund | | Property Fund | |
|--------------------|----------------|--------|---------------|--------|---------------|--------|
| | 2019 | 2018 | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s | £'000s | £'000s |
| UK dividends | 15,792 | 14,143 | - | - | 1,258 | 1,268 |
| Overseas dividends | 315 | 320 | 3,098 | 3,060 | - | - |
| Bank interest | 28 | 19 | 8 | - | 1 | 1 |
| Equalisation | 33 | - | (30) | - | - | - |
| Total income | 16,168 | 14,482 | 3,076 | 3,060 | 1,259 | 1,269 |

4 Expenses

| | UK Equity Fund | | Overseas Fund | |
|----------------------|----------------|--------|---------------|--------|
| | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s |
| Administration grant | 1,639 | 1,557 | 499 | 508 |

Central Finance Board of the Methodist Church

Notes to the Accounts (continued)

For the year ended 28 February 2019

UK Equity Fund Overseas Fund Managed Funds Property Fund

5 Change in net assets per unit

| | UK Equity Fund General units (ppu) | | | UK Equity Fund Methodist Pension units (ppu) | | |
|----------------------------------|---------------------------------------|----------|----------|---|----------|----------|
| | 28/02/19 | 28/02/18 | 28/02/17 | 28/02/19 | 28/02/18 | 28/02/17 |
| Opening Net asset value per unit | 1,998.8 | 1,967.3 | 1,683.9 | 1,998.8 | 1,967.3 | 1,683.9 |
| Return before operating charges | 91.5 | 105.5 | 357.2 | 91.5 | 105.3 | 357.2 |
| Operating charges | (7.5) | (7.0) | (6.3) | (8.3) | (8.3) | (8.0) |
| Return after operating charges | 84 | 98.5 | 350.9 | 83.2 | 97.0 | 349.2 |
| Distribution on income units | (71.5) | (67.0) | (67.5) | (70.7) | (65.5) | (65.8) |
| Closing net asset value per unit | 2,011.3 | 1,998.8 | 1,967.3 | 2,011.3 | 1,998.8 | 1,967.3 |
| Performance | | | | | | |
| Return after charges | 4.3% | 5.1% | 21.3% | 4.2% | 5.0% | 21.2% |
| | Overseas Fund General units (ppu) | | | Overseas Fund Methodist Pension units (ppu) | | |
| | 28/02/19 | 28/02/18 | 28/02/17 | 28/02/19 | 28/02/18 | 28/02/17 |
| Opening Net asset value per unit | 599.6 | 566.0 | 422.5 | 599.6 | 566.0 | 422.5 |
| Return before operating charges | 24.9 | 42.1 | 151.3 | 25.0 | 42.2 | 151.3 |
| Operating charges | (1.5) | (1.5) | (1.3) | (0.6) | (0.8) | (0.6) |
| Return after operating charges | 23.4 | 40.6 | 150 | 24.4 | 41.4 | 150.7 |
| Distribution on income units | (7.5) | (7.0) | (6.5) | (8.5) | (7.8) | (7.2) |
| Closing net asset value per unit | 615.5 | 599.6 | 566.0 | 615.5 | 599.6 | 566.0 |
| Performance | | | | | | |
| Return after charges | 3.9% | 7.2% | 35.8% | 4.1% | 7.4% | 36.0% |
| | Managed Equity Fund (ppu) | | | Managed Mixed Fund (ppu) | | |
| | 28/02/19 | 28/02/18 | 28/02/17 | 28/02/19 | 28/02/18 | 28/02/17 |
| Opening Net asset value per unit | 2,558.9 | 2,500.7 | 2,092.9 | 453.5 | 445.0 | 388.5 |
| Return before operating charges | 106.4 | 134.8 | 484.4 | 20.1 | 22.3 | 70.6 |
| Operating charges | - | - | - | - | - | - |
| Return after operating charges | 106.4 | 134.8 | 484.4 | 20.1 | 22.3 | 70.6 |
| Distribution on income units | (82.7) | (76.6) | (76.6) | (14.7) | (13.8) | (14.1) |
| Closing net asset value per unit | 2,582.6 | 2,558.9 | 2,500.7 | 458.9 | 453.5 | 445.0 |
| Performance | | | | | | |
| Return after charges | 4.2% | 5.5% | 23.4% | 4.5% | 5.1% | 18.4% |
| | Managed Fixed Fund (ppu) | | | CFB Property Fund (ppu) | | |
| | 28/02/19 | 28/02/18 | 28/02/17 | 28/02/19 | 28/02/18 | 28/02/17 |
| Opening Net asset value per unit | 201.8 | 206.8 | 201.0 | 72.5 | 68.8 | 69.1 |
| Return before operating charges | 4.4 | (2.4) | 8.9 | 5.9 | 7.8 | 4.0 |
| Operating charges | - | - | - | - | - | - |
| Return after operating charges | 4.4 | (2.4) | 8.9 | 5.9 | 7.8 | 4.0 |
| Distribution on income units | (2.6) | (2.6) | (3.1) | (4.1) | (4.1) | (4.3) |
| Closing net asset value per unit | 203.6 | 201.8 | 206.8 | 74.3 | 72.5 | 68.8 |
| Performance | | | | | | |
| Return after charges | 2.2% | (1.2)% | 4.4% | % | 11.3% | 5.9% |

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

UK Equity Fund
 Overseas Fund
 Managed Funds
 Property Fund

5 Change in net assets per unit (continued)

| | Managed Medium Term (ppu) | | | Managed Long Term (ppu) | | |
|----------------------------------|------------------------------|----------|----------|----------------------------|----------|----------|
| | 28/02/19 | 28/02/18 | 28/02/17 | 28/02/19 | 28/02/18 | 28/02/17 |
| Since Inception 11/07/16 | 106.5 | 105.2 | 100.0 | 112.3 | 108.6 | 100.0 |
| Return before operating charges | 4 | 3.6 | 6.8 | 5.3 | 6.7 | 10.6 |
| Operating charges | - | - | - | - | - | - |
| Return after operating charges | 4 | 3.6 | 6.8 | 5.3 | 6.7 | 10.6 |
| Distribution on income units | (2.5) | (2.3) | (1.6) | (3.3) | (3.0) | (2.0) |
| Closing net asset value per unit | 108.0 | 106.5 | 105.2 | 114.3 | 112.3 | 108.6 |
| Performance | | | | | | |
| Return after charges | 3.8% | 3.5% | N/A | 4.8% | 6.3% | N/A |

6 Portfolio transaction costs

| | UK Equity Fund | | Overseas Fund | | Property Fund | |
|--|----------------|--------|---------------|--------|---------------|--------|
| | 2019 | 2018 | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s | £'000s | £'000s |
| Analysis of total purchase costs | | | | | | |
| Purchases in period before transaction costs | 113,384 | 82,190 | 33,543 | 37,916 | 993 | 1,406 |
| Commissions | 45 | 99 | 10 | 10 | - | - |
| Custodian transaction costs | 5 | 5 | 11 | 5 | - | - |
| Total purchase costs | 50 | 104 | 21 | 15 | - | - |
| Gross purchase total | 113,434 | 82,294 | 33,564 | 37,931 | 993 | 1,406 |
| Analysis of total sale costs | | | | | | |
| Gross sales before transaction costs | 84,290 | 82,851 | 49,760 | 47,041 | 346 | - |
| Commissions | 29 | 65 | 11 | 10 | - | - |
| Custodian transaction costs | 3 | 6 | 7 | 3 | - | - |
| Total sale costs | 32 | 71 | 18 | 13 | - | - |
| Total net sales | 84,258 | 82,780 | 49,742 | 47,028 | 647 | - |

The direct transaction costs expressed as a percentage of the net asset value are not considered to be material as all are below 0.1%.

7 Taxation

The Funds are exempt from UK income tax and capital gains tax due to their charitable status pursuant to Sections 505 and 506 of the Income and Corporation Taxes Act 1988. Distributions are paid on the basis that all recoverable UK taxation has been reclaimed. Overseas withholding tax is deducted in full from overseas income on receipt. Recoverable withholding tax is credited to income when it is declared.

| | Overseas Fund | |
|-----------------|---------------|--------|
| | 2019 | 2018 |
| | £'000s | £'000s |
| Withholding Tax | 168 | 134 |

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

UK Equity Fund
Overseas Fund
Managed Funds
Property Fund

8 Distributions

The distributions take account of income received on the creation of units and income deducted on the cancellation of units, and comprise:

| | UK Equity Fund | | Overseas Fund | |
|---|----------------|----------------|----------------|----------------|
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| 31 May 2018 | 4,526 | 3,652 | 907 | 959 |
| 31 August 2018 | 4,068 | 4,267 | 599 | 632 |
| 30 November 2018 | 2,720 | 2,518 | 356 | 329 |
| 28 February 2019 | 3,214 | 2,455 | 547 | 504 |
| | <u>14,528</u> | <u>12,892</u> | <u>2,409</u> | <u>2,424</u> |
| (Expenses)/income on creation and cancellation of units | (33) | (34) | 30 | 5 |
| Net Distribution for year | <u>14,495</u> | <u>12,858</u> | <u>2,439</u> | <u>2,429</u> |

| | Property Fund | |
|-------------------|----------------|----------------|
| | 2019 £'000s | 2018 £'000s |
| 28 February 2019 | 105 | |
| 31 January 2019 | 112 | |
| 31 December 2018 | 119 | |
| 30 November 2018 | 119 | |
| 31 October 2018 | 124 | |
| 30 September 2018 | 104 | |
| 31 August 2018 | 119 | |
| 31 July 2018 | 119 | |
| 30 June 2018 | 109 | |
| 31 May 2018 | 111 | |
| 30 April 2018 | 114 | |
| 31 March 2018 | 111 | |
| 28 February 2018 | | 96 |
| 31 January 2018 | | 103 |
| 31 December 2017 | | 103 |
| 30 November 2017 | | 102 |
| 31 October 2017 | | 100 |
| 30 September 2017 | | 94 |
| 31 August 2017 | | 109 |
| 31 July 2017 | | 125 |
| 30 June 2017 | | 104 |
| 31 May 2017 | | 110 |
| 30 April 2017 | | 113 |
| 31 March 2017 | | 106 |
| 28 February 2017 | | 2 |

| | | |
|------------------------------|--------------|--------------|
| Net distribution in the year | <u>1,366</u> | <u>1,267</u> |
|------------------------------|--------------|--------------|

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

UK Equity Fund
 Overseas Fund
 Managed Funds
 Property Fund

9 Debtors

| | UK Equity Fund | | Overseas Fund | |
|---------------------------|----------------|----------------|----------------|----------------|
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| Accrued income | 2,539 | 2,114 | 200 | 186 |
| Sales awaiting settlement | - | - | - | 1 |
| | <u>2,539</u> | <u>2,114</u> | <u>200</u> | <u>187</u> |

10 Cash and Bank Balances

| | UK Equity Fund | | Overseas Fund | | Property Fund | |
|---------------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| CFB Deposit Fund | 4,134 | 4,123 | 411 | 985 | 121 | 105 |
| Other Bank accounts | 138 | 42 | 1,254 | 1,286 | - | - |
| | <u>4,272</u> | <u>4,165</u> | <u>1,665</u> | <u>2,271</u> | <u>121</u> | <u>105</u> |

Uninvested sterling cash balances are held on deposit with the CFB Deposit Fund, a common deposit fund established under the Methodist Church Funds Act 1960. Funds deposited with the CFB Deposit Fund earn interest at competitive rates, whilst also being available on call when required for further investment. Funds held in currencies other than sterling are held on deposit with HSBC Bank plc.

11 Creditors

| | UK Equity Fund | | Overseas Fund | | Property Fund | |
|-------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| Purchases awaiting settlement | - | 181 | - | - | - | - |
| Other creditors | 49 | 38 | 14 | 18 | 336 | 302 |
| | <u>49</u> | <u>219</u> | <u>14</u> | <u>18</u> | <u>336</u> | <u>302</u> |

12 Portfolio turnover

| | UK Equity Fund | | Overseas Fund | | Property Fund | |
|--------------------|----------------|-----------|---------------|-----------|---------------|-----------|
| | 2019 % | 2018 % | 2019 % | 2018 % | 2019 % | 2018 % |
| Portfolio turnover | 39.9 | 41.7 | 53.2 | 48.9 | - | - |

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

UK Equity Fund
 Overseas Fund
 Managed Funds
 Property Fund

13 Risk Management policies

Securities held by the Funds are valued at bid-market value. Bid-market value is considered to be a fair representation of the amount repayable to unit holders should they wish to sell their units. Other financial assets and liabilities of the Funds are included in the balance sheet at their fair value. The main risks arising from the Fund's financial instruments and Manager's policies for managing these risks are summarised below. These policies have been applied throughout the year.

Market price risk

These are actively managed funds, which invest in UK and overseas equities. Funds are therefore exposed to market price risk, which can be defined as the uncertainty about future price movements of the underlying investments of the Fund. Market price risk arises mainly from economic factors, including investor confidence, and may result in substantial fluctuations in the unit price from time to time. Generally, however, there will be a close correlation in the movement of the unit price to the markets each Fund is invested in. Each Fund seeks to minimise the risks by holding a diversified portfolio of investments in line with the Fund's investment objectives.

Currency risk

Each Fund is exposed to currency risks as certain of its assets are denominated in currencies other than sterling. The CFB does not seek to avoid this exposure since it believes that, in the long term hedging is detrimental to total return.

At 28 February 2019 foreign currency exposure was:

| Currency | UK Equity Fund | | Overseas Fund | |
|----------------------|----------------|--------------|----------------|----------------|
| | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s |
| Canadian Dollar | - | - | 5,952 | 5,382 |
| United States Dollar | 8,898 | 4,368 | 101,139 | 105,020 |
| Euro | 4,151 | 2,004 | 16,602 | 17,755 |
| Swiss Franc | - | - | 5,228 | 5,200 |
| Danish Krone | - | - | 844 | 1,028 |
| Norwegian Krone | 3,955 | 2,313 | 401 | 379 |
| Swedish Krona | - | - | 1,292 | 1,476 |
| | <u>17,004</u> | <u>8,685</u> | <u>131,458</u> | <u>136,241</u> |

Credit risk

The Funds' transactions in securities expose them to the risk that a counterparty will not deliver the investment for a purchase or the cash for a sale. To minimise this, the Funds only deal with an approved list of brokers maintained by the Council.

Liquidity risk

The Funds' assets comprise securities that can readily be realised to meet obligations that may arise on the redemption of units. In addition the managers' policy is that the Fund liquidity should be 5% or less.

Central Finance Board of the Methodist Church Notes to the Accounts (continued)

For the year ended 28 February 2019

UK Equity Fund
Overseas Fund
Managed Funds
Property Fund

13 Risk Management policies (continued)

Property Fund gearing, investment, liquidity and other risks

The Property Fund invests solely in the units of the Property Income Trust for Charities (PITCH), an exempt unauthorised unit trust managed by Mayfair Capital Investment Management Limited. PITCH is permitted to borrow in order to purchase property up to a maximum of 50% loan to value. In order to minimise risk, and to provide certainty of income flow, borrowings are arranged on a fixed rate basis for 6 years.

In order to minimise portfolio risk, no property will amount to more than 10% of the portfolio's value; the three largest properties will not exceed 25% of the portfolio's value; excluding the UK Government (and related bodies) no tenant will account for more than 15% of portfolio income; and, PITCH will not undertake any speculative investment.

Property Fund units can only be realised at three monthly intervals. In extreme circumstances the illiquid nature of the underlying property assets of the fund may result in unit redemptions being suspended for unspecified periods.

14 Related Party Transactions

The financial statements do not include disclosures of transactions between the CFB and other entities which are wholly owned within the group, as the group is exempt from the requirements to disclose such transactions under FRS 102 paragraph 33.1A "Related Party Disclosures".

15 Contingent assets and liabilities

As at 28 February 2019, there are no commitments, contingent assets or liabilities of which we are aware. (2018: £Nil).

**Central Finance Board of the Methodist Church
Short Fixed Interest Fund**

Statement of total return

for the year ended 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Net gains on investments during the period | 2 | 161 | (395) |
| Income | 3 | 180 | 174 |
| Expenses | 4 | (26) | (28) |
| Net income | | 154 | 146 |
| Total return for the period | | 315 | (249) |
| Finance costs: Distributions | 8 | (152) | (146) |
| Change in net assets attributable to unitholders | | 163 | (395) |

Statement of change in net assets attributable to unitholders

for the year ended 28 February 2019

| | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|----------------------|----------------------|
| Opening net assets attributable to unitholders | 17,854 | 18,808 |
| Movement due to creations and cancellations of units | | |
| Amounts receivable on issue of units | 1,283 | 1,527 |
| Amounts payable on cancellation of units | (2,583) | (2,087) |
| Dilution levy/ adjustment | (1,300) | (560) |
| Change in net assets attributable to unitholders from investment activities | 1 | 1 |
| Closing net assets attributable to unitholders | 16,718 | 17,854 |

Price and income history

Year to February

| | Highest price p | Lowest price p | Income per unit p | Per £1,000 invested at 1/9/99 £ |
|------------------------------------|-----------------------|----------------------|-------------------------|--|
| Charity & Pension units | | | | |
| 2015 | 118.8 | 113.6 | 2.47 | 24.70 |
| 2016 | 118.9 | 115.8 | 1.98 | 19.80 |
| 2017 | 122.7 | 118.0 | 1.24 | 12.40 |
| 2018 | 121.3 | 118.3 | 0.92 | 9.20 |
| 2019 | 120.3 | 117.9 | 1.01 | 10.10 |

Central Finance Board of the Methodist Church Short Fixed Interest Fund

Balance Sheet

as at 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Assets | | | |
| Fixed Assets | | | |
| Investments | | 16,348 | 17,559 |
| Current assets | | | |
| Debtors | 9 | 94 | 103 |
| Cash and bank balances | 10 | 313 | 232 |
| Total current assets | | 407 | 335 |
| Total assets | | 16,755 | 17,894 |
| Liabilities | | | |
| Creditors | 11 | (2) | (3) |
| Distribution payable | | (35) | (37) |
| Total liabilities | | (37) | (40) |
| Net assets attributable to unitholders | | 16,718 | 17,854 |

Distribution

| Distribution period | Net income per unit | Equalisation per unit | Distribution payable per unit | Date payable |
|--------------------------------------|------------------------|--------------------------|-------------------------------------|--------------|
| General units | p | p | p | |
| 1 March 2018 to 31 May 2018 | 0.25 | 0.00 | 0.25 | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 0.24 | 0.01 | 0.25 | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 0.26 | 0.00 | 0.26 | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 0.26 | (0.01) | 0.25 | 20/04/2019 |
| Methodist Pension Units (*) | | | | |
| 1 March 2018 to 31 May 2018 | 0.27 | 0.00 | 0.27 | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 0.26 | 0.00 | 0.26 | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 0.28 | 0.00 | 0.28 | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 0.26 | 0.00 | 0.26 | 20/04/2019 |

(*) Created 1 September 2015

Net asset value (NAV)/fund size

| Date | Net asset value £m | Units in issue | | NAV pence per unit |
|------------------|--------------------------|-------------------|-----------|--------------------------|
| | | Charity | Pension | |
| 28 February 2015 | 9.2 | 5,764,041 | 2,104,859 | 116.7 |
| 29 February 2016 | 10.2 | 5,830,100 | 2,719,329 | 118.9 |
| 28 February 2017 | 18.8 | 14,395,048 | 1,182,948 | 120.7 |
| 28 February 2018 | 17.8 | 14,501,775 | 590,500 | 118.3 |
| 28 February 2019 | 16.7 | 13,411,605 | 590,500 | 119.4 |

| | 28/02/2019 | 28/02/2018 |
|-------------------------------|--------------|--------------|
| Average dealing spread | 0.19% | 0.15% |

Total expense ratios

| | 2019 % | 2018 % |
|--|-------------|-------------|
| Administration grant (including custody and transaction costs) | 0.15 | 0.15 |
| | 0.15 | 0.15 |

Central Finance Board of the Methodist Church Short Fixed Interest Fund

Summary of investments and other assets

as at 28 February 2019

| | 28/02/2019 | | 28/02/2018 | |
|-----------------------------------|---------------|--------------|---------------|--------------|
| | £'000s | % | £'000s | % |
| British Government | 12,323 | 75.4 | 13,000 | 74.0 |
| Collateralised | 409 | 2.5 | 418 | 2.4 |
| Debentures | 175 | 1.1 | 177 | 1.0 |
| Supranational | 1,178 | 7.2 | 1,392 | 7.9 |
| Corporate Unsecured Financial | 1,278 | 7.8 | 1,290 | 7.3 |
| Corporate Unsecured Non-Financial | 985 | 6.0 | 1,282 | 7.4 |
| | 16,348 | 100.0 | 17,559 | 100.0 |
| Net current assets | 370 | | 295 | |
| Total value of fund | 16,718 | | 17,854 | |

Summary of investments by credit rating

as at 28 February 2019

| | 28/02/2019 | | 28/02/2018 | |
|------------------------|---------------|--------------|---------------|--------------|
| | £'000s | % | £'000s | % |
| AAA | 1,431 | 8.8 | 1,438 | 8.2 |
| AA | 13,936 | 85.2 | 14,795 | 84.3 |
| A | 364 | 2.2 | 636 | 3.6 |
| BB | 443 | 2.7 | 0 | 0.0 |
| Debentures - Not Rated | 175 | 1.1 | 690 | 3.9 |
| | 16,348 | 100.0 | 17,559 | 100.0 |

Portfolio valuation

as at 28 February 2019

| | Holding | Market value | | | Holding | Market value | |
|--|---------|---------------|-------------|--|---------|---------------|--------------|
| | 000s | £'000s | % | | 000s | £'000s | % |
| British Government Stock | | | | | | | |
| Treasury 1¼% 2019 | 1100 | 1104 | 6.8 | | | | |
| Treasury 2% 2020 | 1400 | 1423 | 8.7 | | | | |
| Treasury 1½% 2021 | 1450 | 1468 | 9.0 | | | | |
| Treasury ½% 2022 | 1000 | 987 | 6.0 | | | | |
| Treasury ¾% 2023 | 525 | 520 | 3.2 | | | | |
| Treasury 2½% 2023 | 800 | 846 | 5.2 | | | | |
| Treasury 1% 2024 | 600 | 599 | 3.7 | | | | |
| Treasury 2¾% 2024 | 550 | 601 | 3.7 | | | | |
| Treasury 2% 2025 | 1175 | 1245 | 7.6 | | | | |
| Treasury 1½% 2026 | 1525 | 1567 | 9.6 | | | | |
| Treasury 1¼% 2027 | 1750 | 1757 | 10.7 | | | | |
| Treasury 1% 2028 | 200 | 206 | 1.3 | | | | |
| | | 12,323 | 75.4 | | | | |
| Collateralised | | | | | | | |
| Bank of Scotland 4% 2024 | 350 | 409 | 2.5 | | | | |
| | | 409 | 2.5 | | | | |
| Debentures | | | | | | | |
| Scottish American 8% 2022 | 150 | 175 | 1.1 | | | | |
| | | 175 | 1.1 | | | | |
| Supranational | | | | | | | |
| BNG Bank NV 1% 2022 | 400 | 396 | 2.4 | | | | |
| Deutsche Bahn 2¾% 2022 | 150 | 156 | 1.0 | | | | |
| Temasek Financial 4% 2022 | 350 | 386 | 2.4 | | | | |
| European Investment Bank 1% 2026 | 250 | 240 | 1.5 | | | | |
| | | 1,178 | 7.2 | | | | |
| Corporate Unsecured Financial | | | | | | | |
| Nationwide 5% 2019 | 150 | 153 | 0.9 | | | | |
| Wespac 5% 2019 | 125 | 128 | 0.8 | | | | |
| Skandinaviska 1¼% 2022 | 500 | 493 | 3.0 | | | | |
| Svenska Handelsbank 2¾% 2022 | 125 | 130 | 0.8 | | | | |
| GE Capital 5% 2023 | 150 | 164 | 1.0 | | | | |
| Nationwide 3% 2026 | 200 | 210 | 1.3 | | | | |
| | | 1,278 | 7.8 | | | | |
| Corporate Unsecured - Non Financial | | | | | | | |
| Nestle 1¼% 2020 | 700 | 706 | 4.3 | | | | |
| Telf Emisiones 5.289% 2022 | 250 | 279 | 1.7 | | | | |
| | | 985 | 6.1 | | | | |
| Total investments | | | | | | 16,348 | |
| Net current assets | | | | | | 370 | |
| Total value of fund | | | | | | 16,718 | 100.0 |

**Central Finance Board of the Methodist Church
Gilt Fund**

Statement of total return

for the year ended 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Net gains on investments during the period | 2 | <u>210</u> | <u>(317)</u> |
| Income | 3 | 112 | 290 |
| Expenses | 4 | <u>(10)</u> | <u>(23)</u> |
| Net income | | <u>102</u> | <u>267</u> |
| Total return for the period | | <u>312</u> | <u>(50)</u> |
| Finance costs: Distributions | 8 | <u>(103)</u> | <u>(270)</u> |
| Change in net assets attributable to unitholders | | <u>209</u> | <u>(320)</u> |

Statement of change in net assets attributable to unitholders

for the year ended 28 February 2019

| | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|----------------------|----------------------|
| Opening net assets attributable to unitholders | 11,583 | 26,201 |
| Movement due to creations and cancellations of units | | |
| Amounts receivable on issue of units | 205 | 1,826 |
| Amounts payable on cancellation of units | <u>(7,396)</u> | <u>(16,132)</u> |
| | <u>(7,191)</u> | <u>(14,306)</u> |
| Dilution levy/ adjustment | 1 | 8 |
| Change in net assets attributable to unitholders from investment activities | <u>209</u> | <u>(320)</u> |
| Closing net assets attributable to unitholders | <u>4,602</u> | <u>11,583</u> |

Price and income history

Year to 28 February

| | Highest price p | Lowest price p | Income per unit p | Per £1,000 invested at 1/11/02 £ |
|------------------------------------|-----------------------|----------------------|-------------------------|---|
| Charity & Pension units | | | | |
| 2015 | 164.9 | 144.4 | 3.47 | 27.37 |
| 2016 | 162.4 | 152.5 | 3.42 | 26.97 |
| 2017 | 178.8 | 160.0 | 2.97 | 23.42 |
| 2018 | 169.6 | 162.6 | 2.68 | 21.13 |
| 2019 | 168.2 | 160.5 | 2.57 | 20.27 |

**Central Finance Board of the Methodist Church
Gilt Fund**

Balance Sheet

as at 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Assets | | | |
| Fixed Assets | | | |
| Investments | | 4,475 | 11,239 |
| Current assets | | | |
| Debtors | 9 | 22 | 61 |
| Cash and bank balances | 10 | 121 | 328 |
| Total current assets | | 143 | 389 |
| Total assets | | 4,618 | 11,628 |
| Liabilities | | | |
| Creditors | 11 | 1 | (1) |
| Distribution payable | | (17) | (44) |
| Total liabilities | | (16) | (45) |
| Net assets attributable to unitholders | | 4,602 | 11,583 |

Distribution

| Distribution period | Net income per unit | Equalisation per unit | Distribution payable per unit | Date payable |
|--------------------------------------|------------------------|--------------------------|-------------------------------------|--------------|
| General Units | | | | |
| 1 March 2018 to 31 May 2018 | p 0.65 | p (0.01) | p 0.64 | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 0.68 | (0.01) | 0.67 | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 0.63 | 0.00 | 0.63 | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 0.63 | 0.00 | 0.63 | 20/04/2019 |
| Methodist Pension Units (*) | | | | |
| 1 March 2018 to 31 May 2018 | 0.67 | 0.00 | 0.67 | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | - | 0.00 | - | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | - | 0.00 | - | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | - | 0.00 | - | 20/04/2019 |

(*) Created 1 September 2015

Average dealing spread

| | 28/02/2019 | 28/02/2018 |
|--|------------|------------|
| | 0.06% | 0.07% |

Net asset value (NAV)/fund size

| Date | Net asset value £m | Units in issue | | NAV pence per unit |
|------------------|--------------------------|-------------------|------------|--------------------------|
| | | Charity | Pension | |
| 28 February 2015 | 35.7 | 3,164,539 | 19,501,665 | 157.4 |
| 29 February 2016 | 33.4 | 3,208,614 | 17,412,232 | 162.3 |
| 28 February 2017 | 26.2 | 3,523,520 | 12,059,326 | 168.1 |
| 28 February 2018 | 11.6 | 3,408,427 | 3,690,282 | 163.2 |
| 28 February 2019 | 4.6 | 2,789,389 | - | 165.0 |

Total expense ratios

| | 2019 % | 2018 % |
|--|-----------|-----------|
| Administration grant (including custody and transaction costs) | 0.15 | 0.15 |

Central Finance Board of the Methodist Church Gilt Fund

Summary of investments and other assets

as at 28 February 2019

| | 28/02/2019 £'000s | % | 28/02/2018 £'000s | % |
|----------------------------|----------------------|--------------|----------------------|--------------|
| British Government | 4,475 | 100.0 | 11,239 | 100.0 |
| | <u>4,475</u> | <u>100.0</u> | <u>11,239</u> | <u>100.0</u> |
| Net current assets | 127 | | 344 | |
| Total value of fund | <u>4,602</u> | | <u>11,583</u> | |

Summary of investments by credit rating

as at 28 February 2019

| | 28/02/2019 £'000s | % | 28/02/2018 £'000s | % |
|----|----------------------|--------------|----------------------|--------------|
| AA | 4,475 | 100.0 | 11,239 | 100.0 |
| | <u>4,475</u> | <u>100.0</u> | <u>11,239</u> | <u>100.0</u> |

Portfolio valuation

as at 28 February 2019

| | Holding 000s | Market value £'000s | % |
|----------------------------|-----------------|------------------------|---------------------|
| Treasury 1¾% 2019 | 100 | 100 | 2.2 |
| Treasury 2% 2020 | 100 | 102 | 2.3 |
| Treasury 1½% 2021 | 175 | 177 | 4.0 |
| Treasury ½% 2022 | 475 | 469 | 10.5 |
| Treasury 1¾% 2022 | 200 | 206 | 4.6 |
| Treasury ¾% 2023 | 300 | 297 | 6.6 |
| Treasury 1% 2024 | 75 | 75 | 1.7 |
| Treasury 1½% 2026 | 300 | 308 | 6.9 |
| Treasury 1¾% 2027 | 350 | 351 | 7.9 |
| Treasury 4¾% 2030 | 175 | 238 | 5.3 |
| Treasury 4¼% 2032 | 225 | 299 | 6.7 |
| Treasury 4½% 2034 | 200 | 279 | 6.2 |
| Treasury 4¼% 2036 | 150 | 207 | 4.6 |
| Treasury 1¾% 2037 | 250 | 250 | 5.6 |
| Treasury 4¼% 2040 | 150 | 217 | 4.8 |
| Treasury 3¾% 2044 | 200 | 256 | 5.7 |
| Treasury 3½% 2045 | 150 | 201 | 4.5 |
| Treasury 1½% 2047 | 125 | 116 | 2.6 |
| Treasury 4¼% 2049 | 75 | 118 | 2.6 |
| Treasury 4¼% 2055 | 50 | 84 | 1.9 |
| Treasury 4% 2060 | 75 | 125 | 2.8 |
| Total Investments | | 4,475 | |
| Net current assets | | 127 | |
| Total value of fund | | <u>4,602</u> | <u>100.0</u> |

**Central Finance Board of the Methodist Church
Corporate Bond Fund**

Statement of total return

for the year ended 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|------------------------|
| Net gains/ (losses) on investments during the period | 2 | (228) | (2,915) |
| | | <u>(228)</u> | <u>(2,915)</u> |
| Income | 3 | 3,031 | 3,130 |
| Expenses | 4 | (311) | (312) |
| Net income | | <u>2,720</u> | <u>2,818</u> |
| Total return for the period | | 2,492 | (97) |
| Finance costs: Distributions | 8 | (2,715) | (2,812) |
| Change in net assets attributable to unitholders | | <u>(223)</u> | <u>(2,909)</u> |

Statement of change in net assets attributable to unitholders

for the year ended 28 February 2019

| | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|-----------------------|-----------------------|
| Opening net assets attributable to unitholders | 100,264 | 105,930 |
| Movement due to creations and cancellations of units | | |
| Amounts receivable on issue of units | 14,706 | 6,370 |
| Amounts payable on cancellation of units | (12,535) | (9,190) |
| | <u>2,171</u> | <u>(2,820)</u> |
| Dilution levy/ adjustment | (29) | 63 |
| Change in net assets attributable to unitholders from investment activities | (223) | (2,909) |
| Closing net assets attributable to unitholders | <u>102,183</u> | <u>100,264</u> |

Price and income history

Year to 28 February

| | Highest price p | Lowest price p | Income per unit p | Per £1,000 invested at 1/11/02 £ |
|------------------------------------|-----------------------|----------------------|-------------------------|---|
| Charity & Pension units | | | | |
| 2015 | 143.0 | 127.9 | 4.38 | 39.27 |
| 2016 | 140.1 | 132.9 | 4.10 | 36.76 |
| 2017 | 150.3 | 134.5 | 3.77 | 33.80 |
| 2018 | 144.5 | 139.1 | 3.60 | 32.28 |
| 2019 | 140.9 | 136.8 | 3.38 | 30.31 |

Central Finance Board of the Methodist Church Corporate Bond Fund

Balance Sheet

as at 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Assets | | | |
| Fixed Assets | | | |
| Investments | | 101,789 | 99,907 |
| Current assets | | | |
| Debtors | 9 | 812 | 864 |
| Cash and bank balances | 10 | 253 | 177 |
| Total current assets | | <u>1,065</u> | <u>1,041</u> |
| Total assets | | <u>102,854</u> | <u>100,948</u> |
| Liabilities | | | |
| Creditors | 11 | (30) | (28) |
| Distribution payable | | (641) | (656) |
| Total liabilities | | <u>(671)</u> | <u>(684)</u> |
| Net assets attributable to unitholders | | <u>102,183</u> | <u>100,264</u> |

Distribution

Distribution period

| Distribution period | Net income per unit | Equalisation per unit | Distribution payable per unit | Date payable |
|--------------------------------------|------------------------|--------------------------|-------------------------------------|--------------|
| General units | p | p | p | |
| 1 March 2018 to 31 May 2018 | 0.84 | 0.02 | 0.86 | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 0.83 | 0.03 | 0.86 | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 0.82 | 0.02 | 0.84 | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 0.84 | (0.02) | 0.82 | 20/04/2019 |
| Methodist Pension Units (*) | | | | |
| 1 March 2018 to 31 May 2018 | 0.91 | 0.02 | 0.93 | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 0.91 | 0.02 | 0.93 | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 0.91 | 0.00 | 0.91 | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 0.86 | 0.02 | 0.88 | 20/04/2019 |

(*) Created 1 September 2015

Net asset value (NAV)/fund size

| Date | Net asset value £m | Units in issue | | NAV pence per unit |
|------------------|--------------------------|-------------------|------------|--------------------------|
| | | Charity | Pension | |
| 28 February 2015 | 93.9 | 13,345,135 | 55,151,996 | 137.1 |
| 29 February 2016 | 94.6 | 14,294,057 | 56,041,052 | 134.5 |
| 28 February 2017 | 105.9 | 13,774,488 | 60,679,953 | 142.3 |
| 28 February 2018 | 100.3 | 14,573,996 | 57,875,591 | 138.4 |
| 28 February 2019 | 102.2 | 14,995,384 | 58,897,823 | 138.3 |

Average dealing spread

| 28/02/2019 | 28/02/2018 |
|------------|------------|
| 0.70% | 0.98% |

Total expense ratios

| | 2019 % | 2018 % |
|----------------------|-------------|-------------|
| Administration grant | 0.30 | 0.30 |
| Trustees charges* | 0.06 | 0.06 |
| Other charges* | 0.03 | 0.02 |
| | <u>0.39</u> | <u>0.38</u> |

* Trustees fees and other charges including vat relate to the Fund's investment in the Affirmative Corporate Bond Fund

**Central Finance Board of the Methodist Church
Corporate Bond Fund**

Summary of investments and other assets

as at 28 February 2019

| | Holding 000s | 28/02/2019 £'000s | Fund % | Holding 000s | 28/02/2018 £'000s | Fund % |
|---------------------------------|-----------------|-----------------------|--------------|-----------------|-----------------------|--------------|
| Affirmative Corporate Bond Fund | 86,134 | 101,789 | 100.0 | 84,471 | 99,907 | 100.0 |
| | | <u>101,789</u> | <u>100.0</u> | | <u>99,907</u> | <u>100.0</u> |
| Net current assets | | 394 | | | 357 | |
| Total value of fund | | <u>102,183</u> | | | <u>100,264</u> | |

Summary of investments by credit rating*

as at 28 February 2019

| | 28/02/2018 | | 28/02/2018 | |
|------------------------|----------------|--------------|----------------|--------------|
| | £'000s | % | £'000s | % |
| AAA | 33,823 | 33.1% | 34,390 | 34.3% |
| AA | 36,173 | 35.4% | 33,288 | 33.2% |
| A | 16,554 | 16.2% | 21,156 | 21.1% |
| BBB | 8,379 | 8.2% | 5,715 | 5.7% |
| Debentures - Not rated | 4,292 | 4.2% | 4,311 | 4.3% |
| Cash | 2,963 | 2.9% | 1,404 | 1.4% |
| | <u>102,183</u> | <u>100.0</u> | <u>100,264</u> | <u>100.0</u> |

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

**Central Finance Board of the Methodist Church
Inflation Linked Fund**

Statement of total return

for the year ended 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Net gains on investments during the period | 2 | <u>644</u> | <u>(283)</u> |
| | | 644 | (283) |
| Income | 3 | 155 | 165 |
| Expenses | 4 | <u>(42)</u> | <u>(43)</u> |
| Net income | | <u>113</u> | <u>122</u> |
| Total return for the period | | <u>757</u> | <u>(161)</u> |
| Finance costs: Distributions | 8 | <u>(113)</u> | <u>(121)</u> |
| Change in net assets attributable to unitholders | | <u>644</u> | <u>(282)</u> |

Statement of change in net assets attributable to unitholders

for the year ended 28 February 2019

| | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|----------------------|----------------------|
| Opening net assets attributable to unitholders | 21,141 | 23,633 |
| Movement due to creations and cancellations of units | | |
| Amounts receivable on issue of units | 846 | 669 |
| Amounts payable on cancellation of units | <u>(3,401)</u> | <u>(2,885)</u> |
| | <u>(2,555)</u> | <u>(2,216)</u> |
| Dilution levy/ adjustment | - | 6 |
| Change in net assets attributable to unitholders from investment activities | <u>644</u> | <u>(282)</u> |
| Closing net assets attributable to unitholders | <u>19,230</u> | <u>21,141</u> |

Price and income history

Year to 28 February

| | Highest price p | Lowest price p | Income per unit p | Per £1,000 invested at 1/3/98 £ |
|------------------------------------|-----------------------|----------------------|-------------------------|--|
| Charity & Pension units | | | | |
| 2015 | 386.3 | 316.9 | 3.09 | 21.32 |
| 2016 | 380.7 | 354.5 | 2.93 | 20.22 |
| 2017 | 459.8 | 368.4 | 2.42 | 16.56 |
| 2018 | 460.5 | 426.6 | 2.05 | 14.15 |
| 2019 | 471.8 | 428.9 | 1.96 | 13.52 |

**Central Finance Board of the Methodist Church
Inflation Linked Fund**

Balance Sheet

as at 28 February 2019

| | Note | 28/02/2019 £'000s | 28/02/2018 £'000s |
|---|------|----------------------|----------------------|
| Assets | | | |
| Fixed Assets | | | |
| Investments | | 19,054 | 20,971 |
| Current assets | | | |
| Debtors | 9 | 27 | 29 |
| Cash and bank balances | 10 | 177 | 170 |
| Total current assets | | <u>204</u> | <u>199</u> |
| Total assets | | <u>19,258</u> | <u>21,170</u> |
| Liabilities | | | |
| Creditors | 11 | (1) | (2) |
| Distribution payable | | <u>(27)</u> | <u>(27)</u> |
| Total liabilities | | <u>(28)</u> | <u>(29)</u> |
| Net assets attributable to unitholders | | <u>19,230</u> | <u>21,141</u> |

Distribution

| Distribution period | Net income per unit | Equalisation per unit | Distribution payable per unit | Date payable |
|--------------------------------------|------------------------|--------------------------|-------------------------------------|--------------|
| General units | p | p | p | |
| 1 March 2018 to 31 May 2018 | 0.48 | 0.00 | 0.48 | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 0.48 | 0.00 | 0.48 | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 0.47 | 0.00 | 0.47 | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 0.53 | 0.00 | 0.53 | 20/04/2019 |
| Methodist Pension Units (*) | | | | |
| 1 March 2018 to 31 May 2018 | 0.58 | 0.01 | 0.59 | 20/07/2018 |
| 1 June 2018 to 31 August 2018 | 0.58 | 0.01 | 0.59 | 20/10/2018 |
| 1 September 2018 to 30 November 2018 | 0.58 | 0.00 | 0.58 | 20/01/2019 |
| 1 December 2018 to 28 February 2019 | 0.64 | 0.00 | 0.64 | 20/04/2019 |

(*) Created 1 September 2015

Net asset value (NAV)/fund size

| Date | Net asset value £m | Units in issue | | NAV pence per unit |
|------------------|--------------------------|-------------------|-----------|--------------------------|
| | | Charity | Pension | |
| 28 February 2015 | 30.1 | 32,132 | 8,275,665 | 362.8 |
| 29 February 2016 | 30.5 | 81,225 | 8,108,042 | 372.7 |
| 28 February 2017 | 23.6 | 695,296 | 4,649,685 | 442.2 |
| 28 February 2018 | 21.1 | 495,521 | 4,359,215 | 435.5 |
| 28 February 2019 | 19.2 | 331,524 | 3,979,952 | 446.0 |

Average dealing spread

| 28/02/2019 | 28/02/2018 |
|------------|------------|
| 0.45% | 0.46% |

Total expense ratios

| | 2019 % | 2018 % |
|--|-----------|-----------|
| Administration grant (including custody and transaction costs) | 0.20 | 0.20 |

Central Finance Board of the Methodist Church Inflation Linked Fund

Summary of investments and other assets

as at 28 February 2019

| | 28/02/2019 | | 28/02/2018 | |
|-----------------------------------|----------------------|--------------|----------------------|--------------|
| | £'000s | % | £'000s | % |
| British Government | 16,797 | 88.2 | 18,892 | 90.1 |
| Supranational | 988 | 5.2 | 488 | 2.3 |
| Corporate Unsecured Financial | 803 | 4.2 | 824 | 3.9 |
| Corporate Unsecured Non-financial | 466 | 2.4 | 767 | 3.7 |
| | <u>19,054</u> | <u>100.0</u> | <u>20,971</u> | <u>100.0</u> |
| Net current assets | 176 | | 170 | |
| Total value of fund | <u>19,230</u> | | <u>21,141</u> | |

Summary of investments by credit rating

as at 28 February 2019

| | 28/02/2019 | | 28/02/2018 | |
|-----------|---------------|--------------|---------------|--------------|
| | £'000s | % | £'000s | % |
| AAA | 528 | 2.8 | 524 | 2.5 |
| AA | 17,257 | 90.6 | 19,189 | 91.5 |
| A | 0 | 0.0 | 0 | 0.0 |
| BBB | 0 | 0.0 | 0 | 0.0 |
| BB | 466 | 2.4 | 440 | 2.1 |
| Not Rated | 803 | 4.2 | 818 | 3.9 |
| | <u>19,054</u> | <u>100.0</u> | <u>20,971</u> | <u>100.0</u> |

Portfolio valuation

as at 28 February 2019

| | Holding | Market value | % | | Holding | Market value | % |
|---------------------------------|---------|---------------|-------------|--|------------|----------------------|---------------------|
| | 000s | £'000s | | | 000s | £'000s | |
| British Government Stock | | | | Corporate Unsecured Financial | | | |
| Treasury 1½% 2022 | 225 | 361 | 1.9 | Nationwide 4¼% 2024 | 250 | 803 | 4.2 |
| Treasury 1¼% 2027 | 500 | 957 | 5.0 | | 803 | 4.2 | |
| Treasury ¾% 2029 | 800 | 1,167 | 6.1 | Corporate Unsecured Non-financial | | | |
| Treasury 1¼% 2032 | 575 | 1,114 | 5.8 | Tesco 1.982% 2036 | 300 | 466 | 2.4 |
| Treasury ¾% 2034 | 900 | 1,578 | 8.3 | | 466 | 2.4 | |
| Treasury 2% 2035 | 550 | 1,494 | 7.8 | Total investments | | <u>19,054</u> | <u>100.0</u> |
| Treasury ¾% 2036 | 450 | 679 | 3.6 | Net current assets | | 176 | |
| Treasury ¾% 2040 | 125 | 258 | 1.4 | Total value of fund | | <u>19,230</u> | |
| Treasury ¾% 2042 | 500 | 1,104 | 5.8 | | | | |
| Treasury ¾% 2046 | 1,200 | 2,060 | 10.8 | | | | |
| Treasury ¾% 2048 | 325 | 543 | 2.9 | | | | |
| Treasury ½% 2050 | 500 | 1,202 | 6.3 | | | | |
| Treasury 1¼% 2055 | 600 | 2,088 | 11.0 | | | | |
| Treasury ¾% 2062 | 500 | 1,277 | 6.7 | | | | |
| Treasury ¾% 2065 | 400 | 915 | 4.8 | | | | |
| | | 16,797 | 88.2 | | | | |
| Supranational | | | | | | | |
| Network Rail 1¼% 2027 | 250 | 461 | 2.4 | | | | |
| European Inv Bank 2.4% 2030 | 220 | 528 | 2.8 | | | | |
| | | 988 | 5.2 | | | | |

Central Finance Board of the Methodist Church

Notes to the Accounts

For the year ended 28 February 2019

Short Fixed Interest Fund

Gilt Fund

Corporate Bond Fund

Inflation Linked Fund

1. Accounting Policies

(a) Basis of accounting

The accounts have been prepared under the historic cost convention, as modified by the revaluation of investments, and in accordance with FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", the Statement of Recommended Practice issued by the Investment Management Association in 2014 and the Methodist Church Funds Act 1960.

(b) Recognition of income

Interest on Government stocks, debentures eurobonds and other fixed interest stocks is accrued on a day-to-day basis. Amortisation of the purchase premium or discount is set off against income over the remaining life of the security, with the exception of the Inflation Linked Fund where the CFB policy is to protect the capital value of the unitholders investment.

(c) Management expenses

All administration expenses in relation to the management of the Funds, including audit, legal, safe custody and transaction charges, are recovered by deduction from income before a distribution is declared. No other management charges are levied. Audited financial statements for the CFB Management Account detailing the total costs incurred in the management of all CFB funds are presented to the Board annually.

Management expenses, including custody and transaction fees, are charged to the funds monthly based on the net assets of each fund at the month end. As at 28 February 2019 expenses were recovered at the following rates:

Short Fixed Interest Fund: 0.15% per annum (28/02/18: 0.15%)

Gilt Fund: 0.15% per annum (28/02/18: 0.15%)

Corporate Bond Fund: 0.30% per annum (28/02/18: 0.30%)

Inflation Linked Fund: 0.20% per annum (28/02/18: 0.20%)

(d) Transaction costs

No direct transaction costs are incurred in respect of dealing in the CFB fixed interest funds.

(e) Distribution policy

All income for the Funds, after deduction of management and other expenses are distributed to unit holders. Distributions take into account income received on the creation of units and income deducted on the cancellation of units.

(f) Basis of valuation

Listed investments are valued at bid-market values at the close of business on an accounting date less, in the case of fixed interest securities, interest accrued. Investments in single priced funds are valued at the quoted single prices. Suspended securities are valued by the Manager having regard to the last dealing price on the date of suspension and subsequent available information. Suspended securities are written off after they have been carried at nil value for two years or if the Managers do not expect any return for the Funds.

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)
For the year ended 28 February 2019

Short Fixed Interest Fund
Gilt Fund
Corporate Bond Fund
Inflation Linked Fund

2. Net gains on Investments

The net gains on investments during the period comprise:

| | Short Fixed Interest | | Gilt Fund | |
|------------------------------------|----------------------|---------|-----------|---------|
| | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s |
| Proceeds from sales of investments | 3,423 | 3,549 | 7,611 | 16,411 |
| Original cost of investments sold | 3,420 | (3,511) | 7,078 | 14,605 |
| Net realised gains on sales | 3 | 38 | 533 | 1,805 |
| Net unrealised (losses)/gains | 158 | (433) | (323) | (2,122) |
| Net (losses)/gains on investments | 161 | (395) | 210 | (317) |

| | Corporate Bond | | Inflation Linked | |
|------------------------------------|----------------|---------|------------------|---------|
| | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s |
| Proceeds from sales of investments | 9,425 | 7,556 | 3,310 | 4,458 |
| Original cost of investments sold | (8,629) | (6,709) | (2,681) | (3,244) |
| Net realised gains on sales | 796 | 847 | 629 | 1,214 |
| Net unrealised gains/(losses) | (1,024) | (3,762) | 15 | (1,497) |
| Net (losses)/gains on investments | (228) | (2,915) | 644 | (283) |

3. Gross income

| | Short Fixed Interest | | Gilt Fund | |
|-----------------------------|----------------------|--------|-----------|--------|
| | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s |
| Interest on debt securities | 179 | 172 | 112 | 288 |
| Bank interest | 2 | 2 | 1 | 2 |
| Equalisation | (1) | - | (1) | - |
| Total income | 180 | 174 | 112 | 290 |

| | Corporate Bond | | Inflation Linked | |
|-----------------------------|----------------|--------|------------------|--------|
| | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s |
| Interest on debt securities | 2,999 | 3,128 | 155 | 164 |
| Bank interest | 3 | 2 | 2 | 1 |
| Equalisation | 29 | - | (2) | - |
| Total income | 3,031 | 3,130 | 155 | 165 |

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

Short Fixed Interest Fund

Gilt Fund

Corporate Bond Fund

Inflation Linked Fund

4. Expenses

| | Short Fixed Interest | | Gilt Fund | |
|----------------------|----------------------|----------------|------------------|----------------|
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| Administration grant | 26 | 28 | 10 | 23 |
| | | | | |
| | Corporate Bond | | Inflation Linked | |
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| Administration grant | 311 | 312 | 42 | 43 |

5 Change in net assets per unit

| | Short Fixed Interest Fund General units (ppu) | | | Short Fixed Interest Fund Methodist Pension units (ppu) | | |
|----------------------------------|--|----------|----------|--|----------|----------|
| | 28/02/19 | 28/02/18 | 28/02/17 | 28/02/19 | 28/02/18 | 28/02/17 |
| Opening Net asset value per unit | 118.3 | 120.7 | 118.9 | 118.3 | 120.7 | 118.9 |
| Return before operating charges | 2.3 | (1.3) | 3.2 | 2.3 | (1.3) | 3.2 |
| Operating charges | (0.2) | (0.2) | (0.2) | (0.1) | (0.1) | (0.1) |
| Return after operating charges | 2.1 | (1.5) | 3.0 | 2.2 | (1.4) | 3.1 |
| Distribution on income units | (1.0) | (0.9) | (1.2) | (1.1) | (1.0) | (1.3) |
| Closing net asset value per unit | 119.4 | 118.3 | 120.7 | 119.4 | 118.3 | 120.7 |
| Performance | | | | | | |
| Return after charges | 1.7% | (1.2%) | 2.7% | 1.8% | (1.2%) | 2.7% |
| | | | | | | |
| | Gilt Fund General units (ppu) | | | Gilt Fund Methodist Pension units (ppu) | | |
| | 28/02/19 | 28/02/18 | 28/02/17 | 28/02/19 | 28/02/18 | 28/02/17 |
| Opening Net asset value per unit | 163.2 | 168.1 | 162.3 | 163.2 | 168.1 | 162.3 |
| Return before operating charges | 4.6 | (2.0) | 9.0 | 2.6 | (2.0) | 9.0 |
| Operating charges | (0.2) | (0.2) | (0.2) | (0.1) | (0.1) | (0.2) |
| Return after operating charges | 4.4 | (2.2) | 8.8 | 2.5 | (2.1) | 8.8 |
| Distribution on income units | (2.6) | (2.7) | (3.0) | (0.7) | (2.8) | (3.0) |
| Closing net asset value per unit | 165.0 | 163.2 | 168.1 | 165.0 | 163.2 | 168.1 |
| Performance | | | | | | |
| Return after charges | 2.7% | (1.3%) | 5.4% | 2.7% | (1.3%) | 5.5% |
| | | | | | | |
| | Corporate Bond Fund General units (ppu) | | | Corporate Bond Fund Methodist Pension units (ppu) | | |
| | 28/02/19 | 28/02/18 | 28/02/17 | 28/02/19 | 28/02/18 | 28/02/17 |
| Opening Net asset value per unit | 138.4 | 142.3 | 134.5 | 138.4 | 142.3 | 134.5 |
| Return before operating charges | 3.7 | 0.1 | 12.0 | 3.7 | 0.1 | 12.0 |
| Operating charges | (0.4) | (0.4) | (0.4) | (0.1) | (0.1) | (0.2) |
| Return after operating charges | 3.3 | (0.3) | 11.6 | 3.6 | 0.0 | 11.8 |
| Distribution on income units | (3.4) | (3.6) | (3.8) | (3.7) | 3.9 | 4.0 |
| Closing net asset value per unit | 138.3 | 138.4 | 142.3 | 138.3 | 138.4 | 142.3 |
| Performance | | | | | | |
| Return after charges | 2.4% | (0.2%) | 8.7% | 2.6% | 0% | 8.9% |

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

Short Fixed Interest Fund

Gilt Fund

Corporate Bond Fund

Inflation Linked Fund

| | Inflation linked Fund General units (ppu) | | | Inflation linked Fund Methodist Pension units (ppu) | | |
|----------------------------------|--|----------|----------|--|----------|----------|
| | 28/02/19 | 28/02/18 | 28/02/17 | 28/02/19 | 28/02/18 | 28/02/17 |
| Opening Net asset value per unit | 435.5 | 442.2 | 372.7 | 435.5 | 442.2 | 372.7 |
| Return before operating charges | 13.4 | (3.8) | 72.8 | 13.4 | (3.8) | 72.7 |
| Operating charges | (0.9) | (0.9) | (0.9) | (0.5) | (0.4) | (0.4) |
| Return after operating charges | 12.5 | (4.7) | 71.9 | 12.9 | (4.2) | 72.3 |
| Distribution on income units | (2.0) | (2.0) | (2.4) | (2.4) | (2.5) | (2.8) |
| Closing net asset value per unit | 446.0 | 435.5 | 442.2 | 446.0 | 435.5 | 442.2 |
| Performance | | | | | | |
| Return after charges | 2.7% | (0.9%) | 19.3% | 2.8% | (0.8%) | 19.4% |

6 Portfolio transaction costs

| | Short Fixed Interest | | Gilt Fund | |
|--|----------------------|----------------|----------------|----------------|
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| Analysis of total purchase costs | | | | |
| Purchases in period before transaction costs | 2,205 | 3,734 | 661 | 2,901 |
| Commissions | 1 | - | - | - |
| Custodian transaction costs | - | - | - | - |
| Total purchase costs | 1 | - | - | - |
| Gross purchase total | 2,206 | 3,734 | 661 | 2,901 |
| Analysis of total sale costs | | | | |
| Gross sales before transaction costs | 3,424 | 3,549 | 7,613 | 16,411 |
| Commissions | 1 | - | 1 | - |
| Custodian transaction costs | - | - | 1 | 1 |
| Total sale costs | 1 | - | 2 | 1 |
| Total net sales | 3,423 | 3,549 | 7,611 | 16,410 |

| | Corporate Bond | | Inflation Linked | |
|--|----------------|----------------|------------------|----------------|
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| Analysis of total purchase costs | | | | |
| Purchases in period before transaction costs | 11,493 | 4,996 | 748 | 2,285 |
| Commissions | 42 | 19 | - | - |
| Custodian transaction costs | - | - | - | - |
| Total purchase costs | 42 | 19 | - | - |
| Gross purchase total | 11,535 | 5,015 | 748 | 2,285 |
| Analysis of total sale costs | | | | |
| Gross sales before transaction costs | 9,473 | 7,594 | 3,311 | 4,458 |
| Commissions | 48 | 24 | 1 | - |
| Custodian transaction costs | - | - | - | - |
| Total sale costs | 48 | 24 | 1 | - |
| Total net sales | 9,425 | 7,570 | 3,310 | 4,458 |

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

Short Fixed Interest Fund
 Gilt Fund
 Corporate Bond Fund
 Inflation Linked Fund

7 Taxation

The Funds are exempt from UK income tax and capital gains tax due to their charitable status pursuant to Sections 505 and 506 of the Income and Corporation Taxes Act 1988. Distributions are paid on the basis that all recoverable UK taxation has been reclaimed. Withholding tax is credited to income when it is recovered.

8 Distributions

The distributions take account of income received on the creation of units and income deducted on the cancellation of units, and comprise:

| | Short Fixed Interest | | Gilt Fund | |
|---|----------------------|----------------|----------------|----------------|
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| 31 May 2018 | 38 | 36 | 46 | 108 |
| 31 August 2018 | 40 | 35 | 21 | 59 |
| 30 November 2018 | 39 | 38 | 19 | 58 |
| 28 February 2019 | 35 | 37 | 17 | 45 |
| | <u>152</u> | <u>146</u> | <u>103</u> | <u>270</u> |
| Income/(Expenses) on creation and cancellation of units | 2 | (1) | 1 | 3 |
| Net Distribution for year | <u>154</u> | <u>145</u> | <u>104</u> | <u>273</u> |

| | Corporate Bond | | Inflation Linked | |
|--|----------------|----------------|------------------|----------------|
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| 31 May 2018 | 702 | 716 | 29 | 31 |
| 31 August 2018 | 701 | 721 | 29 | 31 |
| 30 November 2018 | 671 | 719 | 28 | 31 |
| 28 February 2019 | 641 | 656 | 27 | 28 |
| | <u>2,715</u> | <u>2,812</u> | <u>113</u> | <u>121</u> |
| Income on creation and cancellation of units | (29) | (8) | - | (1) |
| Net Distribution for year | <u>2,686</u> | <u>2,804</u> | <u>113</u> | <u>120</u> |

9 Debtors

| | Short Fixed Interest | | Gilt Fund | |
|----------------|----------------------|----------------|----------------|----------------|
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| Accrued income | 94 | 103 | 22 | 61 |
| Other debtors | - | - | - | - |
| | <u>94</u> | <u>103</u> | <u>22</u> | <u>61</u> |

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

Short Fixed Interest Fund
 Gilt Fund
 Corporate Bond Fund
 Inflation Linked Fund

9 Debtors (continued)

| | Corporate Bond | | Inflation Linked | |
|----------------|----------------|------------|------------------|-----------|
| | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s |
| Accrued income | 784 | 836 | 27 | 29 |
| Other debtors | 28 | 28 | - | - |
| | <u>812</u> | <u>864</u> | <u>27</u> | <u>29</u> |

10 Cash and bank balances

| | Short Fixed Interest | | Gilt Fund | |
|---------------------|----------------------|------------|------------|------------|
| | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s |
| CFB Deposit Fund | 307 | 229 | 118 | 324 |
| Other Bank accounts | 6 | 3 | 3 | 4 |
| | <u>313</u> | <u>232</u> | <u>121</u> | <u>328</u> |

| | Corporate Bond | | Inflation Linked | |
|---------------------|----------------|------------|------------------|------------|
| | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s |
| CFB Deposit Fund | 251 | 175 | 173 | 167 |
| Other Bank accounts | 2 | 2 | 4 | 3 |
| | <u>253</u> | <u>177</u> | <u>177</u> | <u>170</u> |

Uninvested sterling cash balances are held on deposit with the CFB Deposit Fund, a common deposit fund established under the Methodist Church Funds Act 1960. Funds deposited with the CFB Deposit Fund earn interest at competitive rates, whilst also being available on call when required for further investment. Funds held in currencies other than sterling are held on deposit with HSBC Bank plc.

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

Short Fixed Interest Fund
Gilt Fund
Corporate Bond Fund
Inflation Linked Fund

11 Creditors

| | Short Fixed Interest | | Gilt Fund | |
|-----------------|----------------------|----------------|------------------|----------------|
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| Other creditors | 2 | 3 | (1) | 1 |
| | <u>2</u> | <u>3</u> | <u>(1)</u> | <u>1</u> |
| | Corporate Bond | | Inflation Linked | |
| | 2019 £'000s | 2018 £'000s | 2019 £'000s | 2018 £'000s |
| Other creditors | 30 | 28 | 1 | 2 |
| | <u>30</u> | <u>28</u> | <u>1</u> | <u>2</u> |

12 Portfolio turnover

| | Short Fixed Interest | | Gilt Fund | |
|--------------------|----------------------|-----------|------------------|-----------|
| | 2019 % | 2018 % | 2019 % | 2018 % |
| Portfolio turnover | 38.5 | 41.1 | 234.2 | 208.5 |
| | Corporate Bond | | Inflation Linked | |
| | 2019 % | 2018 % | 2019 % | 2018 % |
| Portfolio turnover | 18.0 | 14.6 | 31.1 | 40.7 |

13 Risk Management policies

The main risks arising from the Fund's financial instruments and Manager's policies for managing these risks are summarised below. These policies have been applied throughout the year.

Market price risk

This is an actively managed fund, which invests in sterling fixed interest securities. The fund is therefore exposed to market price risk, which can be defined as the uncertainty about future price movements of the underlying investments of the Fund. Market price risk arises mainly from economic factors, including investor confidence, and may result in substantial fluctuations in the unit price from time to time. Generally, however, there will be a close correlation in the movement of the unit price to the markets the Fund is invested in. The Fund seeks to minimise the risks by holding a widely diversified portfolio of investments in line with the Fund's investment objectives.

Currency risk

There is no exposure to foreign currency fluctuations as all investments, income and short-term debtors and creditors are denominated in sterling.

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

Short Fixed Interest Fund
Gilt Fund
Corporate Bond Fund
Inflation Linked Fund

Credit risk

The Fund's transactions in securities expose it to the risk that the counterparty will not deliver the investment for a purchase or the cash for a sale. To minimise this, the Fund only deals with an approved list of brokers maintained by the Manager.

Liquidity risk

The Fund's assets comprise securities that can readily be realised to meet obligations that may arise on the redemption of units. In addition, the Managers' policy is that the Fund's liquidity should be 5% or less.

Interest rate risk

The Fund invests in fixed interest securities. The income may be affected by the manager being unable to secure similar returns following the disposal or redemption of securities. The value of fixed interest securities may be affected by interest rate movements or the expectation of such movements in the future.

The interest rate profile of the Fund's financial assets and liabilities at 28 February 2019 was:

| | Short Fixed Interest | | Gilt Fund | |
|---|----------------------|---------------|--------------|---------------|
| | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s |
| £ fixed rate financial assets | 16,348 | 17,558 | 4,475 | 11,239 |
| £ financial assets not carrying interest | 407 | 335 | 143 | 389 |
| £ financial liabilities not carrying interest | (37) | (39) | (16) | (45) |
| | <u>16,718</u> | <u>17,854</u> | <u>4,602</u> | <u>11,583</u> |

| | Corporate Bond | | Inflation Linked | |
|---|----------------|----------------|------------------|---------------|
| | 2019 | 2018 | 2019 | 2018 |
| | £'000s | £'000s | £'000s | £'000s |
| £ floating rate financial assets | - | - | 19,054 | 20,971 |
| £ fixed rate financial assets | 101,789 | 99,907 | - | - |
| £ financial assets not carrying interest | 1,065 | 1,041 | 204 | 199 |
| £ financial liabilities not carrying interest | (671) | (684) | (28) | (29) |
| | <u>102,183</u> | <u>100,264</u> | <u>19,230</u> | <u>21,141</u> |

14 Related Party Transactions

The financial statements do not include disclosures of transactions between the CFB and other entities which are wholly owned within the group, as the group is exempt from the requirements to disclose such transactions under FRS 102 paragraph 33.1A "Related Party Disclosures".

15 Contingent assets and liabilities

As at 28 February 2019, there are no commitments, contingent assets or liabilities of which we are aware. (2018: £Nil).

Independent auditor's report to the Council members of Central Finance Board of the Methodist Church

Opinion

We have audited the financial statements of the Deposit Fund of the Central Finance Board of the Methodist Church Funds ("the Deposit fund") for the year ended 28 February 2019. The financial statements comprise the Statement of total return, the Balance Sheet, the Distribution table, the Summary of deposits by maturity, the Summary of investments by credit rating, the Summary of deposits by banking group, the Net asset value table, the Income distribution history, the Total expense ratios and related notes to the financial statements. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- ◆ give a true and fair view of the state of the Deposit fund's affairs as at 28 February 2019 and of its income and expenditure for the year then ended;
- ◆ have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- ◆ have been prepared in accordance with the requirements of the Methodist Church Funds Act 1960.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Council in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- ◆ the Council members' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- ◆ the Council members have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Deposit fund's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The Council members are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance

conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters

In our opinion, based on the work undertaken in the course of the audit:

- ◆ the information given in the Council's members' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- ◆ the Council's members' report has been prepared in accordance with applicable legal requirements.

Matters on which we report by exception

In the light of the knowledge and understanding of the Deposit fund and its environment obtained in the course of the audit, we have not identified material misstatements in the annual report.

We have nothing to report in respect of the following matters if, in our opinion:

- ◆ adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- ◆ the financial statements are not in agreement with the accounting records and returns; or
- ◆ certain disclosures of directors' remuneration specified by law are not made; or
- ◆ we have not received all the information and explanations we require for our audit.

Responsibilities of Council members

As explained more fully in the Council's responsibilities statement, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the members are responsible for assessing the Management account's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the members either intend to liquidate the Management account or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an

audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Council members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Council members those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Council and the Council members, as a body, for our audit work, for this report, or for the opinions we have formed.



Peter Chapman (Senior Statutory Auditor)
For and on behalf of Buzzacott LLP, Statutory Auditor
130 Wood Street
London
EC2V 6DL

25/4/14

**Central Finance Board of the Methodist Church
Deposit Fund**

Statement of total return

for the year ended 28 February 2019

| | | 28/02/2019 | 28/02/2018 |
|---|---|--------------|--------------|
| | | £'000s | £'000s |
| Gross income | | 2,954 | 2,152 |
| Expenses | 2 | (576) | (568) |
| Net income & total return for the period | | 2,378 | 1,584 |
| Finance costs: Distributions | | (2,385) | (1,600) |
| Net undistributed income | | (7) | (16) |

Balance Sheet

as at 28 February 2019

| | Note | 28/02/2019 | 28/02/2018 |
|----------------------------|------|----------------|----------------|
| | | £'000s | £'000s |
| Assets | | | |
| Fixed Assets | | | |
| Investments | | 370,753 | 370,336 |
| Current assets | | | |
| Debtors | 5 | 2 | 1 |
| Cash and bank balances | | 209 | 344 |
| | | <u>211</u> | <u>345</u> |
| Total Assets | | | |
| Current liabilities | | | |
| Creditors | 8 | (51) | (41) |
| | | <u>(51)</u> | <u>(41)</u> |
| Net current assets | | 160 | 304 |
| | | <u>160</u> | <u>304</u> |
| Net assets | | 370,913 | 370,640 |
| | | <u>370,913</u> | <u>370,640</u> |
| Represented by: | | | |
| Current deposits | 6 | 306,880 | 306,600 |
| Term deposits | 6 | 64,000 | 64,000 |
| Income reserve | 9 | 33 | 40 |
| Unitholders' funds | | 370,913 | 370,640 |
| | | <u>370,913</u> | <u>370,640</u> |

Distribution

For the period ended

| | Total | Rate | AER |
|-------------------|--------|------|------|
| | £'000s | % | % |
| 31 March 2018 | 160 | 0.42 | 0.42 |
| 30 April 2018 | 164 | 0.45 | 0.45 |
| 31 May 2018 | 174 | 0.47 | 0.47 |
| 30 June 2018 | 181 | 0.52 | 0.52 |
| 31 July 2018 | 187 | 0.52 | 0.52 |
| 31 August 2018 | 214 | 0.62 | 0.62 |
| 30 September 2018 | 209 | 0.62 | 0.62 |
| 31 October 2018 | 214 | 0.62 | 0.62 |
| 30 November 2018 | 209 | 0.62 | 0.62 |
| 31 December 2018 | 228 | 0.62 | 0.62 |
| 31 January 2019 | 219 | 0.67 | 0.67 |
| 28 February 2019 | 226 | 0.72 | 0.72 |

Central Finance Board of the Methodist Church Deposit Fund

Summary of deposits by maturity*

as at 28 February 2019

| | 28/02/2019 £'000s | 28/02/2018 £'000s |
|-----------------------|----------------------|----------------------|
| Repayable within | | |
| On call | 456 | 26,490 |
| Overnight | 28695 | - |
| 5 business days | 53660 | 59,693 |
| 1 month | 40610 | 49,999 |
| 2 months | 70120 | 48,621 |
| 3 months | 78752 | 58,443 |
| 6 months | 31900 | 47,874 |
| 1 year | 66560 | 59,309 |
| 2 years | 0 | 19,907 |
| Total deposits | 370,753 | 370,336 |

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

Summary of investments by credit rating*

as at 28 February 2019

| | 28/02/2019 £'000s | % | 28/02/2018 £'000s | % |
|-----|----------------------|--------------|----------------------|--------------|
| Aa1 | 47,815 | 12.9 | 59,014 | 15.9 |
| Aa2 | 47,719 | 12.9 | 9,850 | 2.7 |
| Aa3 | 135,164 | 36.5 | 103,056 | 27.8 |
| A1 | 140,055 | 37.8 | 151,801 | 41.0 |
| A2 | 0 | 0.0 | 46,608 | 12.6 |
| A3 | 0 | 0.0 | 7 | 0.0 |
| | 370,753 | 100.0 | 370,336 | 100.0 |

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

Summary of deposits by banking group*

as at 28 February 2019

| | 28/02/2019 % | 28/02/2018 % |
|--|-----------------|-----------------|
| Lloyds | 10.7 | 9.4 |
| Development Bank of Singapore | 10.5 | 16.7 |
| Nationwide | 10.5 | 11.5 |
| BNP Paribas | 9.5 | 0.0 |
| Mizuho | 8.4 | 3.1 |
| Sumitomo Mitsui Trust Bank | 6.3 | 0.0 |
| Sumitomo Mitsui Banking Corporation | 4.2 | 7.3 |
| CIC | 4.2 | 7.3 |
| Credit Agricole | 3.9 | 5.9 |
| Bank of Montreal | 3.4 | 0.0 |
| Societe Generale | 3.2 | 12.5 |
| Mitsubishi UFG | 3.2 | 0.0 |
| Bank of Nova Scotia | 2.8 | 2.1 |
| Toronto Dominion | 2.7 | 0.0 |
| National Australia Bank | 2.1 | 0.4 |
| CIBC | 1.9 | 1.1 |
| Santander | 1.4 | 8.7 |
| HSBC | 1.1 | 1.2 |
| Rabobank | 1.1 | 0.0 |
| Credit Suisse | 1.1 | 0.0 |
| Mitsubishi UFJ Trust and Banking Corporation | 1.1 | 3.1 |
| Korea Development Bank | 1.1 | 0.0 |
| DNB Bank SA | 1.1 | 0.0 |
| Svenska Handelsbanken | 1.1 | 0.0 |
| Standard Chartered | 1.0 | 0.0 |
| Nordea Bank | 1.0 | 0.0 |
| Credit Mutuel | 1.0 | 0.0 |
| ING Bank | 0.4 | 0.0 |
| Barclays | 0 | 6.0 |
| Royal Bank of Canada | 0 | 1.9 |
| Commonwealth Bank of Australia | 0 | 1.0 |
| SE Banken | 0 | 0.8 |
| | 100.0 | 100.0 |

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

**Central Finance Board of the Methodist Church
Deposit Fund**

Net asset value (NAV)/fund size

| Date | Net asset value £m |
|------------------|-----------------------|
| 28 February 2015 | 360.1 |
| 29 February 2016 | 357.8 |
| 28 February 2017 | 369.8 |
| 28 February 2018 | 370.6 |
| 28 February 2019 | 370.9 |

Income distribution history

For the year ended 28 February

| | Average rate % | Average AER % |
|------|-------------------|------------------|
| 2015 | 0.58 | 0.58 |
| 2016 | 0.53 | 0.53 |
| 2017 | 0.51 | 0.51 |
| 2018 | 0.34 | 0.34 |
| 2019 | 0.57 | 0.57 |

Total expense ratios*

| | 2019 % | 2018 % |
|----------------------|-------------|-------------|
| Administration grant | 0.21 | 0.21 |
| Trustee fees | 0.02 | 0.02 |
| Other expenses | 0.01 | 0.01 |
| | <u>0.24</u> | <u>0.24</u> |

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

Central Finance Board of the Methodist Church

Notes to the Accounts

For the year ended 28 February 2019

Deposit Fund

1 Accounting Policies

(a) Basis of Accounting

The accounts have been prepared under the historic cost convention, as modified by the revaluation of investments, and in accordance with FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Statement of Recommended Practice issued by the Investment Management Association in 2014, and the requirements of the Methodist Church Funds Act 1960.

(b) Recognition of Income

Interest on bank and building society deposits is accrued on a daily basis. Premiums and discounts arising on the purchase of short dated investments are amortised on a straight line basis from the date of purchase to maturity. This amortisation is taken to the Income account.

(c) Management Expenses

All administrative expenses in relation to the management of the Fund, including audit, legal, safe custody and transaction charges, are recovered by deduction from income before a distribution is declared. No other management charges are levied. Audited financial statements for the CFB Management Account detailing the total costs incurred in the management of all CFB funds are presented to the Board annually.

Management expenses are charged to the funds monthly based on the net assets of the fund at the end of each day. As at 28 February 2019 expenses were recovered at a rate of 0.21% per annum (28/2/18: 0.21%).

(d) Transaction costs

No direct transaction costs are incurred in respect of dealing in the CFB Deposit fund.

(e) Distribution Policy

All income of the Fund, after deduction of management and other expenses, and transfers to/from income reserve, is distributed to account holders. The Fund maintains an income reserve to facilitate the payment of interest to depositors (Note 9).

(f) Basis of Valuation

The Fund does not invest directly with the Money Market following a decision by the CFB Council to invest entirely through the Affirmative Deposit Fund for Charities, a Charity Commission established Common Deposit Fund managed by Epworth Investment Management Limited. All deposits with the Affirmative Deposit Fund for Charities are valued at cost.

2 Expenses

| | 2019 £'000s | 2018 £'000s |
|----------------------|----------------|----------------|
| Administration grant | 558 | 550 |
| Bank charges | 18 | 18 |
| | <u>576</u> | <u>568</u> |

3. Taxation

The Fund is exempt from UK income tax and capital gains tax due to its charitable status pursuant to Sections 505 and 506 of the Income and Corporation Taxes Act 1988. Distributions are paid on the basis that all recoverable UK taxation has been reclaimed. Withholding tax is credited to income when it is recovered.

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

Deposit Fund

4. Deposits with authorised banks

All deposits are with the Affirmative Deposit Fund. Deposits made by the Affirmative Deposit Fund for Charities are with financial institutions which have permission under Part 4 of the Financial Services and Markets Act 2000 to accept deposits.

5 Debtors

| | 2019 £'000s | 2018 £'000s |
|---------------------|----------------|----------------|
| Interest receivable | 2 | 1 |

6 Current & term deposits

| | 2019 £'000s | 2018 £'000s |
|-----------------------------|----------------|----------------|
| CFB Fund accounts | 5,621 | 6,200 |
| Churches, trusts and others | <u>365,259</u> | <u>364,400</u> |
| Current and term deposits | <u>370,880</u> | <u>370,600</u> |

7 Maturity analysis*

| | 2019 £'000s | 2018 £'000s |
|--------------------|----------------|----------------|
| On demand | 29,151 | 26,490 |
| Within 3 months | 243,142 | 216,756 |
| Within 1 year | 98,460 | 107,183 |
| Within 2 years | - | <u>19,907</u> |
| Unitholders' funds | <u>370,753</u> | <u>370,336</u> |

*figures relate to the Fund's investment in the Affirmative Deposit Fund for Charities

8 Creditors

| | 2019 £'000s | 2018 £'000s |
|----------------|----------------|----------------|
| Other accruals | 51 | 37 |

9 Income reserve

The Fund operates an income reserve which is accumulated out of income and held on trust for depositors for the time being. The income reserve is maintained to ensure payment of interest to depositors each month even though a proportion of the income earned by the Fund will not be received until maturity of individual deposits. The reserve is also available to augment the Fund's deposit rate and to provide against potential default of counterparties.

Central Finance Board of the Methodist Church
Notes to the Accounts (continued)

For the year ended 28 February 2019

| 9 | Income reserve (continued) | 2019 £'000s | Restated 2018 £'000s |
|---|----------------------------|----------------|----------------------------|
| | Balance at start of period | 40 | 60 |
| | Adjustment | - | (4) |
| | Transfer to reserves | <u>(7)</u> | <u>(16)</u> |
| | Balance at 28 February | <u>33</u> | <u>40</u> |

10 Risk Management policies

The main risks arising from the Fund's financial instruments and CFB's policies for managing these risks are summarised below. These policies have been applied throughout the year.

Interest rate risk*

The Fund invests in fixed rate and floating rate deposits with an approved list of institutions maintained by the Manager. Changes in the interest rates may result in income either increasing or decreasing. The financial profile of the Fund's financial assets and liabilities at 28 February 2019 is set out below:

| | 2019 £'000s | 2018 £'000s |
|---|----------------|----------------|
| £ floating rate financial assets | 37,315 | 37,353 |
| £ fixed rate financial assets | 333,437 | 332,983 |
| £ financial assets not carrying interest | 211 | 345 |
| £ financial liabilities not carrying interest | <u>(50)</u> | <u>(41)</u> |
| | <u>370,913</u> | <u>370,640</u> |

*figures relate to the Fund's investment in the Affirmative Deposit Fund for Charities

Credit risk

The Fund's transactions expose it to the risk that the counterparty will not repay the deposit on maturity. To minimise this risk, investments are made with banks and other institutions which meet rigorous criteria based on independent credit ratings and size, with a maximum average maturity date for the investments of no more than 180 days. Risk is further minimised by limiting the proportion of the Fund deposited with any single bank or other institution.

Liquidity risk

To ensure that the Fund can meet obligations that may arise from depositors wishing to make withdrawals, the Manager must maintain at all times a minimum of 10% of the Fund's assets in investments realisable within 5 working days.

11 Related Party Transactions

The entire money market activities of the CFB Deposit Fund are invested through the Affirmative Deposit Fund for Charities, a Charity Commission established Common Deposit Fund managed by Epworth Investment Management Limited. Epworth Investment Management Limited is a related party in that the Central Finance Board of the Methodist Church holds 100% of the company's share capital. (2018: 100%)

12 Contingent assets and liabilities

As at 28 February 2019, there are no commitments, contingent assets or liabilities of which we are aware. (2018: Nil).

**Summary of Unit Holders
& Movements**

Central Finance Board of the Methodist Church

Contributions and Withdrawals

Summary of opening and closing units and movements in the year to 28 February 2019

| | 01/03/2018 | | | Net Unit | 28/02/2019 |
|---|-------------------|--------------------|-------------------|--------------------|-------------------|
| | Opening units | Redemptions | Creations | Movement | Closing Units |
| UK Equity Fund | | | | | |
| Charity Units | 5,016,003 | (311,006) | 907,245 | 596,239 | 5,612,242 |
| Pension Units | 14,893,194 | (389,052) | 1,221,915 | 832,863 | 15,726,057 |
| Total Units | 19,909,197 | (700,058) | 2,129,160 | 1,429,102 | 21,338,299 |
| Overseas Fund | | | | | |
| Charity Units | 8,113,915 | (2,059,309) | 766,475 | (1,292,834) | 6,821,081 |
| Pension Units | 23,785,840 | (2,303,437) | 980,434 | (1,323,003) | 22,462,837 |
| Total Units | 31,899,755 | (4,362,746) | 1,746,909 | (2,615,837) | 29,283,918 |
| Gilt Fund | | | | | |
| Charity Units | 3,408,427 | (742,732) | 124,144 | (618,588) | 2,789,839 |
| Pension Units | 3,690,282 | (3,690,282) | - | (3,690,282) | - |
| Total Units | 7,098,709 | (4,433,014) | 124,144 | (4,308,870) | 2,789,839 |
| Corporate Bond Fund | | | | | |
| Charity Units | 14,573,996 | (1,704,760) | 2,126,148 | 421,388 | 14,995,384 |
| Pension Units | 57,875,591 | (7,352,515) | 8,374,747 | 1,022,232 | 58,897,823 |
| Total Units | 72,449,587 | (9,057,275) | 10,500,895 | 1,443,620 | 73,893,207 |
| Short Fixed Interest Fund | | | | | |
| Charity Units | 14,501,775 | (2,166,557) | 1,076,387 | (1,090,170) | 13,411,605 |
| Pension Units | 590,500 | - | - | 0 | 590,500 |
| Total Units | 15,092,275 | (2,166,557) | 1,076,387 | (1,090,170) | 14,002,105 |
| Inflation Linked Fund | | | | | |
| Charity Units | 495,521 | (235,762) | 71,765 | (163,997) | 331,524 |
| Pension Units | 4,359,215 | (501,435) | 122,172 | (379,263) | 3,979,952 |
| Total Units | 4,854,736 | (737,197) | 193,937 | (543,260) | 4,311,476 |
| Property Fund | | | | | |
| Charity Units | 32,110,351 | (632,660) | 1,468,655 | 835,996 | 32,946,347 |
| Pension Units | - | - | - | - | - |
| Total Units | 32,110,351 | (632,660) | 1,468,655 | 835,996 | 32,946,347 |
| Managed Equity Fund | | | | | |
| Charity Units | 1,171,152 | (57,861) | 33,182 | (24,679) | 1,146,473 |
| Managed Fixed Interest Fund | | | | | |
| Charity Units | 3,694,567 | (195,367) | 35,905 | (159,462) | 3,535,105 |
| Managed Mixed Fund | | | | | |
| Charity Units | 6,035,966 | (274,585) | 238,718 | (35,867) | 6,000,099 |
| Methodist Council Managed Long Term Fund | | | | | |
| Charity Units | 66,126,145 | (980,654) | 1,146,628 | 165,974 | 66,292,119 |
| Methodist Council Managed Medium Term Fund | | | | | |
| Charity Units | 26,749,537 | (2,162,075) | 370,396 | (1,791,679) | 24,957,858 |

**Central Finance Board of the Methodist Church
Summary of Unit Holders**

as at 31 August 2019

Equity Funds

| | UK Equity Fund | Overseas Fund |
|---|-------------------|-------------------|
| Charity Fund Holders | | |
| Trustees for Methodist Church Purposes | 1,289,613 | 271,026 |
| Action for Children | 231,991 | 695,935 |
| CFB Managed Equity Fund | 1,269,072 | 663,416 |
| CFB Managed Mixed Fund | 867,589 | 427,644 |
| Methodist Council Managed Long Term Funds | 1,452,837 | 4,291,150 |
| Methodist Council Managed Medium Term Funds | 313,317 | 855,074 |
| Methodist Ministers' Housing Society | 35,441 | 106,915 |
| Total Charity Units | 5,459,860 | 7,311,160 |
| Pension Fund Holders | | |
| Trustees for Methodist Church Purposes | - | - |
| Methodist Ministers Pension Fund | 10,268,738 | 10,566,157 |
| Methodist Lay Employees Pension Fund | 1,669,944 | 1,299,721 |
| Action for Children Pension Fund | 3,939,757 | 10,106,880 |
| Total Pension Units | 15,878,439 | 21,972,758 |
| Total Units in Issue | 21,338,299 | 29,283,918 |

Fixed Interest Funds

| | Gilt Fund | Corporate Bond Fund | Short Fixed Interest Fund | Inflation Linked Fund | Property Fund |
|---|------------------|------------------------|------------------------------|--------------------------|-------------------|
| Charity Fund Holders | | | | | |
| Trustees for Methodist Church Purposes | 99,241 | 4,857,552 | 764,678 | - | 7,400,037 |
| CFB Managed Mixed Fund | 853,635 | 1,061,662 | 1,233,547 | - | 4,174,364 |
| Action for Children | 253,602 | 544,368 | 1,426,454 | 76,181 | - |
| CFB Managed Fixed Interest Fund | 1,583,303 | 649,087 | 3,088,460 | - | - |
| Methodist Council Managed Long Term Funds | 58 | 4,678,803 | - | 255,343 | 16,870,247 |
| Methodist Council Managed Medium Term Funds | - | 2,975,343 | 6,641,747 | - | 4,501,699 |
| Methodist Ministers' Housing Society | - | 228,569 | 256,719 | - | - |
| Total Charity Units | 2,789,839 | 14,995,384 | 13,411,605 | 331,524 | 32,946,347 |
| Pension Fund Holders | | | | | |
| Methodist Ministers Pension Fund | - | 56,220,269 | 590,500 | 3,979,952 | - |
| Methodist Lay Employees Pension Fund | - | 2,677,554 | - | - | - |
| Total Pension Units | - | 58,897,823 | 590,500 | 3,979,952 | - |
| Total Units in Issue | 2,789,839 | 73,893,207 | 14,002,105 | 4,311,476 | 32,946,347 |

Managed Funds

| | Managed Equity Fund | Managed Fixed Interest Fund | Managed Mixed Fund | Methodist Council Managed Long Term Fund | Methodist Council Managed Medium Term Fund |
|--|------------------------|-----------------------------------|-----------------------|--|--|
| Charity Fund Holders | | | | | |
| Trustees for Methodist Church Purposes | 747,606 | 3,535,105 | 5,954,244 | 66,292,119 | 24,957,858 |
| Methodist Homestead Trustees | - | - | 36,623 | - | - |
| Action for Children | 145,295 | - | - | - | - |
| NCH SL a/c | 109,518 | - | - | - | - |
| NCH Annual Income Fund | 110,576 | - | - | - | - |
| NCH Scholarship Fund | 16,031 | - | - | - | - |
| NCH Sidney Salter | 13,538 | - | - | - | - |
| NCH Lincoln City a/c | 3,336 | - | - | - | - |
| NCH Sheila Gage | 573 | - | - | - | - |
| LWPT | - | - | 9,232 | - | - |
| | 1,146,473 | 3,535,105 | 6,000,099 | 66,292,119 | 24,957,858 |

**Central Finance Board of the Methodist Church
UK Equity Fund
Contributions and Withdrawals
for the year ended 28 February 2019**

| | Mar 2018 Units Value | Apr 2018 Units Value | May 2018 Units Value | Jun 2018 Units Value | Jul 2018 Units Value | Aug 2018 Units Value |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Charity Units | | | | | | |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 0 | 14,182 | 13,139 | 59,243 | 89,235 | 36,560 |
| Value | £0 | £293,353 | £283,303 | £1,264,305 | £1,924,990 | £785,472 |
| CFB Managed Mixed Fund | | | | | | |
| Units | 10,353 | 2,189 | (20,916) | 8,311 | (4,202) | 8,866 |
| Value | £207,367 | £42,822 | (£447,028) | £177,345 | (£90,335) | £191,456 |
| CFB Managed Equity Fund | | | | | | |
| Units | 0 | (7,949) | (1,829) | 8,435 | (21,824) | 7,373 |
| Value | £0 | (£160,610) | (£38,361) | £180,004 | (£469,602) | £160,024 |
| Action for Children | | | | | | |
| Units | 0 | (23,466) | (28,028) | 7,732 | 0 | 0 |
| Value | £0 | (£480,025) | (£600,015) | £165,002 | £0 | £0 |
| Action for Children Superannuation | | | | | | |
| Units | 0 | (64,355) | 0 | 69,517 | 0 | 74,472 |
| Value | £0 | (£1,300,015) | £0 | £1,500,018 | £0 | £1,599,991 |
| Action for Children 2014 Contingent assets | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | (16,337) | (17,671) | 25,774 | 0 | 32,582 |
| Value | £0 | (£330,018) | (£370,001) | £550,020 | £0 | £700,007 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 3,051 | (9,075) | 8,435 | 0 | 0 |
| Value | £0 | £60,016 | (£190,015) | £180,004 | £0 | £0 |
| Methodist Ministers Housing Society | | | | | | |
| Units | 0 | 0 | 4,004 | 5,190 | 3,511 | 3,234 |
| Value | £0 | £0 | £87,019 | £111,010 | £75,608 | £70,012 |
| Total Charity | | | | | | |
| Units | 10,353 | (92,685) | (60,376) | 192,637 | 66,720 | 163,087 |
| Value | £207,367 | (£1,874,478) | (£1,275,100) | £4,127,709 | £1,440,661 | £3,506,961 |
| Pension Units | | | | | | |
| Methodist Ministers' Pension Fund | | | | | | |
| Units | 101,007 | (235,067) | (23,045) | 187,441 | 0 | 111,719 |
| Value | £2,000,000 | (£4,800,011) | (£500,014) | £4,000,015 | £0 | £2,399,999 |
| Methodist Ministers' Pension Fund - TPOT | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Lay Employees Pension Fund | | | | | | |
| Units | 20,201 | 7,005 | 0 | 37,489 | 13,060 | 30,038 |
| Value | £399,992 | £149,988 | £0 | £800,020 | £280,011 | £650,009 |
| MMPT (Long Serving Ministers) | | | | | | |
| Units | 0 | 2 | 0 | 0 | 5 | 0 |
| Value | £0 | £41 | £0 | £0 | £108 | £0 |
| Methodist Ministers Pension Fund AVCs | | | | | | |
| Units | 250 | 1,056 | 229 | 521 | 776 | 239 |
| Value | £4,950 | £21,793 | £4,976 | £11,144 | £16,710 | £5,134 |
| Total Pension | | | | | | |
| Units | 121,458 | (227,004) | (22,816) | 225,451 | 13,841 | 141,996 |
| Value | £2,404,942 | (£4,628,190) | (£495,038) | £4,811,179 | £296,829 | £3,055,142 |
| Total Charity and Pension | | | | | | |
| Units | 131,811 | (319,689) | (83,192) | 418,088 | 80,561 | 305,083 |
| Value | £2,612,309 | (£6,502,668) | (£1,770,139) | £8,938,888 | £1,737,490 | £6,562,103 |
| Units in Issue | | | | | | |
| B/Fwd | 19,909,197 | 20,041,008 | 19,721,319 | 19,638,127 | 20,056,215 | 20,136,776 |
| C/Fwd | 20,041,008 | 19,721,319 | 19,638,127 | 20,056,215 | 20,136,776 | 20,441,859 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

Central Finance Board of the Methodist Church
UK Equity Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Sept 2018 Units Value | Oct 2018 Units Value | Nov 2018 Units Value | Dec 2018 Units Value | Jan 2019 Units Value | Feb 2019 Units Value |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Charity Units | | | | | | |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 28,500 | 18,357 | 14,651 | 2,615 | 1,249 | (4,527) |
| Value | £597,583 | £375,009 | £297,550 | £48,959 | £25,004 | (£89,987) |
| CFB Managed Mixed Fund | | | | | | |
| Units | 0 | 11,373 | 8,791 | 10,393 | 10,211 | (2,200) |
| Value | £0 | £232,022 | £178,069 | £200,010 | £204,223 | (£44,718) |
| CFB Managed Equity Fund | | | | | | |
| Units | (254) | 18,674 | 0 | 1,102 | 0 | (1,469) |
| Value | (£2,009) | £382,981 | £0 | £20,649 | £0 | (£29,453) |
| Action for Children | | | | | | |
| Units | (11,875) | (7,579) | 4,243 | 7,795 | 0 | 0 |
| Value | (£250,004) | (£170,010) | £85,009 | £150,012 | £0 | £0 |
| Action for Children Superannuation | | | | | | |
| Units | 0 | 0 | 0 | 72,748 | 0 | 0 |
| Value | £0 | £0 | £0 | £72,748 | £0 | £0 |
| Action for Children 2014 Contingent assets | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| TMCP (MMAS) | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | 43,731 | 0 | 27,281 | 44,144 | (4,861) |
| Value | £0 | £880,006 | £0 | £525,014 | £875,029 | (£100,000) |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 13,418 | 0 | 12,471 | 16,138 | (21,777) |
| Value | £0 | £270,012 | £0 | £240,000 | £320,025 | (£447,996) |
| Methodist Ministers Housing Society | | | | | | |
| Units | 0 | 1,627 | 0 | 1,533 | 0 | 0 |
| Value | £0 | £33,040 | £0 | £29,502 | £0 | £0 |
| Total Charity | | | | | | |
| Units | 16,371 | 99,601 | 27,685 | 135,938 | 71,742 | (34,834) |
| Value | £345,570 | £2,003,061 | £560,628 | £1,286,894 | £1,424,281 | (£712,154) |
| Pension Units | | | | | | |
| Methodist Ministers' Pension Fund | | | | | | |
| Units | 0 | 227,033 | 0 | 270,262 | 0 | (21,914) |
| Value | £0 | £4,500,024 | £0 | £5,200,024 | £0 | (£450,005) |
| Methodist Lay Employees Pension Fund | | | | | | |
| Units | 33,130 | 17,698 | 7,488 | 47,910 | 0 | 0 |
| Value | £700,026 | £360,010 | £150,007 | £920,021 | £0 | £0 |
| MMPT (Long Serving Ministers) | | | | | | |
| Units | (192) | 4 | 0 | 0 | 2 | 0 |
| Value | (£4,065) | £80 | £0 | £0 | £40 | £0 |
| Methodist Ministers Pension Fund AVCs | | | | | | |
| Units | (3,153) | 726 | (139) | 549 | 318 | 215 |
| Value | (£66,752) | £14,918 | (£2,857) | £10,689 | £6,366 | £4,280 |
| Total Pension | | | | | | |
| Units | 29,785 | 245,461 | 7,349 | 318,721 | 320 | (21,699) |
| Value | £629,209 | £4,875,032 | £147,150 | £6,130,734 | £6,406 | (£445,724) |
| Total Charity and Pension | | | | | | |
| Units | 46,156 | 345,062 | 35,034 | 454,659 | 72,062 | (56,533) |
| Value | £974,778 | £6,878,094 | £707,778 | £7,417,628 | £1,430,687 | (£1,157,878) |
| Units in Issue | | | | | | |
| B/Fwd | 20,441,859 | 20,488,015 | 20,833,077 | 20,868,111 | 21,322,770 | 21,394,832 |
| C/Fwd | 20,488,015 | 20,833,077 | 20,868,111 | 21,322,770 | 21,394,832 | 21,338,299 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

**Central Finance Board of the Methodist Church
Overseas Fund
Contributions and Withdrawals
for the year ended 28 February 2019**

| | Mar 2018 Units Value | Apr 2018 Units Value | May 2018 Units Value | Jun 2018 Units Value | Jul 2018 Units Value | Aug 2018 Units Value |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Charity Units | | | | | | |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 0 | 0 | 0 | (12,348) | (1,590) | 0 |
| Value | £0 | £0 | £0 | (£77,001) | (£10,001) | £0 |
| CFB Managed Mixed Fund | | | | | | |
| Units | (1,822) | 21,747 | 0 | (27,930) | (26,292) | 0 |
| Value | (£10,928) | £126,030 | £0 | (£172,045) | (£167,769) | £0 |
| CFB Managed Equity Fund | | | | | | |
| Units | 0 | 30,171 | 4,874 | (36,563) | (35,442) | 6,256 |
| Value | £0 | £174,699 | £30,004 | (£225,360) | (£227,798) | £40,007 |
| Action for Children | | | | | | |
| Units | (26,689) | (33,986) | (98,531) | (26,791) | 0 | (45,754) |
| Value | (£160,001) | (£200,004) | (£600,007) | (£165,004) | £0 | (£299,996) |
| Action for Children Superannuation | | | | | | |
| Units | 0 | 224,607 | 0 | (240,544) | 0 | (244,024) |
| Value | £0 | £1,300,001 | £0 | (£1,500,004) | £0 | (£1,599,997) |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | 57,016 | 0 | (89,302) | 0 | (144,890) |
| Value | £0 | £330,002 | £0 | (£550,004) | £0 | (£950,003) |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 10,345 | (16,813) | (29,226) | 0 | (45,755) |
| Value | £0 | £60,001 | (£100,004) | (£180,001) | £0 | (£300,003) |
| Methodist Ministers Housing Society | | | | | | |
| Units | 0 | 0 | 15,076 | 14,706 | 10,198 | 8,539 |
| Value | £0 | £0 | £93,004 | £93,003 | £65,106 | £56,001 |
| Total Charity | | | | | | |
| Units | (28,511) | 309,900 | (95,394) | (447,998) | (53,126) | (465,628) |
| Value | (£170,929) | £1,790,730 | (£577,003) | (£2,776,413) | (£340,462) | (£3,053,991) |
| Pension Units | | | | | | |
| Methodist Ministers' Pension Fund | | | | | | |
| Units | (338,693) | 380,039 | (162,124) | (487,099) | 0 | (533,641) |
| Value | (£1,999,999) | £2,200,005 | (£1,000,004) | (£3,000,003) | £0 | (£3,500,001) |
| Methodist Ministers' Pension Fund T PUT | | | | | | |
| Units | 0 | 73,769 | 0 | 0 | 0 | 0 |
| Value | £0 | £430,011 | £0 | £0 | £0 | £0 |
| Methodist Lay Employees Pension Fund | | | | | | |
| Units | (33,869) | 0 | 0 | (40,592) | 35,432 | (77,415) |
| Value | (£199,998) | £0 | £0 | (£250,003) | £220,001 | (£500,005) |
| MMPT (Long Serving Ministers) | | | | | | |
| Units | 0 | 3 | 0 | 0 | 5 | 0 |
| Value | £0 | £18 | £0 | £0 | £32 | £0 |
| Methodist Ministers Pension Fund AVCs | | | | | | |
| Units | 559 | 2,117 | 538 | 1,173 | 1,074 | 521 |
| Value | £3,303 | £12,461 | £3,320 | £7,419 | £6,858 | £3,421 |
| Total Pension | | | | | | |
| Units | (372,003) | 455,928 | (161,586) | (526,518) | 36,511 | (610,535) |
| Value | (£2,196,695) | £2,642,494 | (£996,684) | (£3,242,587) | £226,891 | (£3,996,586) |
| Total Charity and Pension | | | | | | |
| Units | (400,514) | 765,828 | (256,980) | (974,516) | (16,615) | (1,076,163) |
| Value | (£2,367,624) | £4,433,224 | (£1,573,687) | (£6,019,000) | (£113,571) | (£7,050,577) |
| Units in Issue | | | | | | |
| B/Fwd | 31,899,755 | 31,499,241 | 32,265,069 | 32,008,089 | 31,033,573 | 31,016,958 |
| C/Fwd | 31,499,241 | 32,265,069 | 32,008,089 | 31,033,573 | 31,016,958 | 29,940,795 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

**Central Finance Board of the Methodist Church
Overseas Fund
Contributions and Withdrawals
for the year ended 28 February 2019**

| | Sept 2018 Units Value | Oct 2018 Units Value | Nov 2018 Units Value | Dec 2018 Units Value | Jan 2019 Units Value | Feb 2019 Units Value |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Charity Units | | | | | | |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 0 | 52,952 | 41,422 | (242) | 4,106 | 0 |
| Value | £0 | £325,019 | £255,006 | (£1,003) | £25,006 | £0 |
| CFB Managed Mixed Fund | | | | | | |
| Units | (19,206) | (42,052) | 5,662 | 16,432 | (32,857) | (3,869) |
| Value | (£124,717) | (£258,009) | £34,901 | £100,005 | (£200,001) | (£24,196) |
| CFB Managed Equity Fund | | | | | | |
| Units | 0 | (62,915) | 0 | (11,095) | 0 | 0 |
| Value | £0 | (£386,000) | £0 | (£69,322) | £0 | £0 |
| Action for Children | | | | | | |
| Units | (61,326) | (36,483) | 0 | 11,502 | 0 | 0 |
| Value | (£400,005) | (£230,005) | £0 | £70,001 | £0 | £0 |
| Action for Children Superannuation | | | | | | |
| Units | 0 | 0 | 0 | (230,118) | 0 | 0 |
| Value | £0 | £0 | £0 | (£1,400,004) | £0 | £0 |
| Action for Children 2014 Contingent assets | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Action for Children Contingent assets | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| TMCP (MMAS) | | | | | | |
| Units | 68,730 | 0 | 0 | 0 | 0 | 0 |
| Value | £444,568 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | (45,640) | 0 | 24,647 | (50,127) | (23,981) |
| Value | £0 | (£280,001) | £0 | £150,002 | (£325,002) | (£150,001) |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | (44,010) | 0 | 13,145 | (23,456) | (63,949) |
| Value | £0 | (£270,001) | £0 | £80,000 | (£150,005) | (£400,001) |
| Methodist Ministers Housing Society | | | | | | |
| Units | 0 | (1,467) | 1,460 | 658 | 0 | 0 |
| Value | £0 | (£8,998) | £9,004 | £4,005 | £0 | £0 |
| Total Charity | | | | | | |
| Units | (11,802) | (179,615) | 48,544 | (175,071) | (102,334) | (91,799) |
| Value | (£80,164) | (£1,107,996) | £298,910 | (£1,066,316) | (£650,003) | (£574,198) |
| Pension Units | | | | | | |
| Methodist Ministers' Pension Fund | | | | | | |
| Units | 0 | (114,128) | 162,099 | 34,389 | 0 | (231,857) |
| Value | £0 | (£700,000) | £1,000,020 | £200,000 | £0 | (£1,450,004) |
| Methodist Lay Employees Pension Fund | | | | | | |
| Units | 15,449 | (27,705) | 32,420 | 25,792 | 0 | (31,981) |
| Value | £100,001 | (£170,005) | £200,001 | £150,002 | £0 | (£200,005) |
| MMPT (Long Serving Ministers) | | | | | | |
| Units | (442) | 4 | 0 | 0 | 1 | 0 |
| Value | (£2,861) | £25 | £0 | £0 | £6 | £0 |
| Methodist Ministers Pension Fund AVCs | | | | | | |
| Units | (11,315) | 883 | (301) | 1,189 | 232 | 471 |
| Value | (£73,223) | £5,611 | (£1,926) | £7,118 | £1,413 | £2,857 |
| Total Pension | | | | | | |
| Units | 3,692 | (140,946) | 194,218 | 61,370 | 233 | (263,367) |
| Value | £23,918 | (£864,369) | £1,198,095 | £357,120 | £1,419 | (£1,647,152) |
| Total Charity and Pension | | | | | | |
| Units | (8,110) | (320,561) | 242,762 | (113,701) | (102,101) | (355,166) |
| Value | (£56,246) | (£1,972,365) | £1,497,006 | (£709,196) | (£648,584) | (£2,221,350) |
| Units in Issue | | | | | | |
| B/Fwd | 29,940,795 | 29,932,685 | 29,612,124 | 29,854,886 | 29,741,185 | 29,639,084 |
| C/Fwd | 29,932,685 | 29,612,124 | 29,854,886 | 29,741,185 | 29,639,084 | 29,283,918 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

| | | | | | | |
|-------|------------|------------|------------|------------|------------|------------|
| B/Fwd | 29,940,795 | 29,932,685 | 29,612,124 | 29,854,886 | 29,741,185 | 29,639,084 |
| C/Fwd | 29,932,685 | 29,612,124 | 29,854,886 | 29,741,185 | 29,639,084 | 29,283,918 |

**Central Finance Board of the Methodist Church
Gilt Fund
Contributions and Withdrawals
for the year ended 28 February 2019**

| | Mar 2018 Units Value | Apr 2018 Units Value | May 2018 Units Value | Jun 2018 Units Value | Jul 2018 Units Value | Aug 2018 Units Value |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Charity Units | | | | | | |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 0 | 0 | (15,161) | (16,765) | (18,082) | 0 |
| Value | £0 | £0 | (£25,000) | (£28,000) | (£30,001) | £0 |
| CFB Managed Mixed Fund | | | | | | |
| Units | 0 | 0 | 18,192 | (92,806) | (33,321) | 0 |
| Value | £0 | £0 | £30,001 | (£155,001) | (£55,595) | £0 |
| CFB Managed Fixed Fund | | | | | | |
| Units | (7,956) | 0 | 5,976 | (37,345) | 0 | 0 |
| Value | (£13,002) | £0 | £9,867 | (£62,336) | £0 | £0 |
| Action for Children | | | | | | |
| Units | 0 | 0 | (121,568) | 0 | 0 | 0 |
| Value | £0 | £0 | (£200,001) | £0 | £0 | £0 |
| TMCP (MMAS) | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total Charity | | | | | | |
| Units | (7,956) | 0 | (112,561) | (146,916) | (51,403) | 0 |
| Value | (£13,002) | £0 | (£185,133) | (£245,338) | (£85,596) | £0 |
| Pension Units | | | | | | |
| Methodist Ministers' Pension Fund | | | | | | |
| Units | 0 | 0 | 0 | (3,690,282) | 0 | 0 |
| Value | £0 | £0 | £0 | (£6,163,378) | £0 | £0 |
| Methodist Lay Employees Pension Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total Pension | | | | | | |
| Units | 0 | 0 | 0 | (3,690,282) | 0 | 0 |
| Value | £0 | £0 | £0 | (£6,163,378) | £0 | £0 |
| Total Charity and Pension | | | | | | |
| Units | (7,956) | 0 | (112,561) | (3,837,198) | (51,403) | 0 |
| Value | (£13,002) | £0 | (£185,133) | (£6,408,716) | (£85,596) | £0 |
| Units in Issue | | | | | | |
| B/Fwd | 7,098,709 | 7,090,753 | 7,090,753 | 6,978,192 | 3,140,994 | 3,089,591 |
| C/Fwd | 7,090,753 | 7,090,753 | 6,978,192 | 3,140,994 | 3,089,591 | 3,089,591 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

Central Finance Board of the Methodist Church
Gilt Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Sept 2018 Units Value | Oct 2018 Units Value | Nov 2018 Units Value | Dec 2018 Units Value | Jan 2019 Units Value | Feb 2019 Units Value |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Charity Units | | | | | | |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 30,969 | 1,246 | 30,566 | (17,856) | 0 | 0 |
| Value | £50,964 | £2,001 | £50,000 | (£30,001) | £0 | £0 |
| CFB Managed Mixed Fund | | | | | | |
| Units | (50,163) | (77,523) | (12,212) | (161,222) | 15,172 | 17,891 |
| Value | (£82,869) | (£126,207) | (£20,040) | (£270,561) | £25,003 | £30,000 |
| CFB Managed Fixed Fund | | | | | | |
| Units | (9,065) | (10,193) | (8,285) | (18,121) | (11,494) | (19,462) |
| Value | (£14,869) | (£16,594) | (£13,596) | (£30,461) | (£19,080) | (£32,647) |
| Action for Children | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| TMCP (MMAS) | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total Charity | | | | | | |
| Units | (28,259) | (86,470) | 10,069 | (197,199) | 3,678 | (1,571) |
| Value | (£46,774) | (£140,801) | £16,365 | (£331,024) | £5,923 | (£2,647) |
| Pension Units | | | | | | |
| Methodist Ministers' Pension Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Lay Employees Pension Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total Pension | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total Charity and Pension | | | | | | |
| Units | (28,259) | (86,470) | 10,069 | (197,199) | 3,678 | (1,571) |
| Value | (£46,774) | (£140,801) | £16,365 | (£331,024) | £5,923 | (£2,647) |
| Units in Issue | | | | | | |
| B/Fwd | 3,089,591 | 3,061,332 | 2,974,862 | 2,984,931 | 2,787,732 | 2,791,410 |
| C/Fwd | 3,061,332 | 2,974,862 | 2,984,931 | 2,787,732 | 2,791,410 | 2,789,839 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

Central Finance Board of the Methodist Church
Corporate Bond Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Mar 2018 | Apr 2018 | May 2018 | Jun 2018 | Jul 2018 | Aug 2018 |
|---|-------------------|-------------------|-------------------|---------------------|-------------------|-------------------|
| | Units | Units | Units | Units | Units | Units |
| | Value | Value | Value | Value | Value | Value |
| Charity Units | | | | | | |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | (112,421) | 125,638 | 56,871 | 329,451 | 6,859 | 24,905 |
| Value | (£155,596) | £176,003 | £79,999 | £462,799 | £9,999 | £35,270 |
| CFB Managed Mixed Fund | | | | | | |
| Units | 14,158 | 0 | 42,689 | 60,715 | 1,741 | 43,585 |
| Value | £19,794 | £0 | £60,000 | £85,001 | £2,429 | £61,207 |
| CFB Managed Fixed Fund | | | | | | |
| Units | 0 | (6,382) | 0 | 0 | 0 | 0 |
| Value | £0 | (£8,909) | £0 | £0 | £0 | £0 |
| Action for Children | | | | | | |
| Units | 0 | 0 | (71,480) | 0 | 0 | 0 |
| Value | £0 | £0 | (£100,001) | £0 | £0 | £0 |
| TMCP (MMAS) | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 147,128 | 0 | 501,380 | 0 | 0 | 35,306 |
| Value | £205,699 | £0 | £700,003 | £0 | £0 | £50,000 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 0 | 71,148 | 0 | 0 | 105,918 |
| Value | £0 | £0 | £100,000 | £0 | £0 | £150,000 |
| Methodist Ministers Housing Society | | | | | | |
| Units | 0 | 0 | 45,062 | 34,161 | 25,317 | 26,910 |
| Value | £0 | £0 | £63,001 | £48,001 | £35,701 | £38,001 |
| Total Charity | | | | | | |
| Units | 48,865 | 119,256 | 645,670 | 424,327 | 33,917 | 236,624 |
| Value | £69,897 | £167,094 | £903,003 | £595,801 | £48,129 | £334,478 |
| Pension Units | | | | | | |
| Methodist Ministers' Pension Fund | | | | | | |
| Units | 0 | 1,285,619 | 1,783,089 | 1,642,858 | 0 | 0 |
| Value | £0 | £1,800,001 | £2,500,001 | £2,300,001 | £0 | £0 |
| Methodist Lay Employees Pension Fund | | | | | | |
| Units | 0 | 285,693 | 0 | (2,539,798) | 106,982 | 0 |
| Value | £0 | £400,000 | £0 | (£3,550,001) | £150,001 | £0 |
| MMPT (Long Serving Ministers) | | | | | | |
| Units | 0 | 125 | 0 | 0 | 126 | 0 |
| Value | £0 | £175 | £0 | £0 | £178 | £0 |
| Methodist Ministers Pension Fund AVCs | | | | | | |
| Units | 1,291 | 5,965 | 1,298 | 1,292 | 2,374 | 1,245 |
| Value | £1,806 | £8,352 | £1,816 | £1,815 | £3,348 | £1,763 |
| Total Pension | | | | | | |
| Units | 1,291 | 1,577,402 | 1,784,387 | (895,648) | 109,482 | 1,245 |
| Value | £1,806 | £2,208,527 | £2,501,817 | (£1,248,184) | £153,526 | £1,763 |
| Total Charity and Pension | | | | | | |
| Units | 50,156 | 1,696,658 | 2,430,057 | (471,321) | 143,399 | 237,869 |
| Value | £71,704 | £2,375,621 | £3,404,820 | (£652,383) | £201,655 | £336,241 |
| Units in Issue | | | | | | |
| B/Fwd | 72,449,587 | 72,499,743 | 74,196,401 | 76,626,458 | 76,155,137 | 76,298,536 |
| C/Fwd | 72,499,743 | 74,196,401 | 76,626,458 | 76,155,137 | 76,298,536 | 76,536,405 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

**Central Finance Board of the Methodist Church
Corporate Bond Fund
Contributions and Withdrawals**
for the year ended 28 February 2019

| | Sept 2018 Units Value | Oct 2018 Units Value | Nov 2018 Units Value | Dec 2018 Units Value | Jan 2019 Units Value | Feb 2019 Units Value |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Charity Units | | | | | | |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 57,063 | 789 | 53,877 | (103,744) | 0 | 0 |
| Value | £79,784 | £1,315 | £75,000 | (£143,613) | £0 | £0 |
| CFB Managed Mixed Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | (1,617) | (10,505) |
| Value | £0 | £0 | £0 | £0 | (£2,238) | (£14,707) |
| CFB Managed Fixed Fund | | | | | | |
| Units | (2,363) | 61,404 | 4,745 | 0 | 0 | (3,625) |
| Value | (£3,285) | £84,001 | £6,600 | £0 | £0 | (£5,100) |
| Action for Children | | | | | | |
| Units | 0 | 0 | 50,395 | (25,273) | 0 | 0 |
| Value | £0 | £0 | £70,001 | (£35,001) | £0 | £0 |
| TMCP (MMAS) | | | | | | |
| Units | 0 | 0 | 15,098 | 0 | 0 | 0 |
| Value | £0 | £0 | £21,001 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | (290,919) | 0 | (267,168) | (167,775) | 0 |
| Value | £0 | (£400,001) | £0 | (£370,001) | (£230,001) | £0 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | (189,943) | 0 | (68,597) | 0 | (182,077) |
| Value | £0 | (£262,501) | £0 | (£95,000) | £0 | (£256,000) |
| Methodist Ministers Housing Society | | | | | | |
| Units | 0 | (8,001) | 0 | (11,915) | 2,880 | 0 |
| Value | £0 | (£11,001) | £0 | (£16,501) | £4,000 | £0 |
| Total Charity | | | | | | |
| Units | 54,700 | (426,670) | 124,115 | (476,697) | (166,512) | (196,207) |
| Value | £76,499 | (£588,188) | £172,603 | (£660,116) | (£228,238) | (£275,808) |
| Pension Units | | | | | | |
| Methodist Ministers' Pension Fund | | | | | | |
| Units | 0 | (1,187,320) | 0 | (1,805,184) | 0 | 1,700,638 |
| Value | £0 | (£1,600,001) | £0 | (£2,500,001) | £0 | £2,400,001 |
| Methodist Lay Employees Pension Fund | | | | | | |
| Units | 36,194 | 0 | (144,338) | (216,623) | 0 | 70,713 |
| Value | £50,001 | £0 | (£200,001) | (£300,001) | £0 | £100,001 |
| MMPT (Long Serving Ministers) | | | | | | |
| Units | (9,906) | 129 | 0 | 0 | 62 | 0 |
| Value | (£13,650) | £178 | £0 | £0 | £86 | £0 |
| Methodist Ministers Pension Fund AVCs | | | | | | |
| Units | (8,468) | 2,194 | 1,048 | 2,907 | 1,078 | 949 |
| Value | (£11,669) | £3,038 | £1,456 | £4,020 | £1,497 | £1,335 |
| Total Pension | | | | | | |
| Units | 17,820 | (1,184,997) | (143,290) | (2,018,900) | 1,140 | 1,772,300 |
| Value | £24,681 | (£1,596,784) | (£198,545) | (£2,795,982) | £1,584 | £2,501,337 |
| Total Charity and Pension | | | | | | |
| Units | 72,520 | (1,611,667) | (19,175) | (2,495,597) | (165,372) | 1,576,093 |
| Value | £101,181 | (£2,184,972) | (£25,942) | (£3,456,098) | (£226,655) | £2,225,529 |
| Units in Issue | | | | | | |
| B/Fwd | 76,536,405 | 76,608,925 | 74,997,258 | 74,978,083 | 72,482,486 | 72,317,114 |
| C/Fwd | 76,608,925 | 74,997,258 | 74,978,083 | 72,482,486 | 72,317,114 | 73,893,207 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

Central Finance Board of the Methodist Church
Short Fixed Interest Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Mar 2018 Units Value | Apr 2018 Units Value | May 2018 Units Value | Jun 2018 Units Value | Jul 2018 Units Value | Aug 2018 Units Value |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Charity Units | | | | | | |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| CFB Managed Mixed Fund | | | | | | |
| Units | 16,870 | 0 | 75,631 | 58,502 | 0 | 47,740 |
| Value | £20,000 | £0 | £90,000 | £70,001 | £0 | £57,002 |
| CFB Managed Fixed Fund | | | | | | |
| Units | 0 | 13,125 | (22,897) | 32,578 | 0 | 0 |
| Value | £0 | £15,593 | (£27,202) | £39,000 | £0 | £0 |
| Action for Children | | | | | | |
| Units | 0 | 0 | (252,675) | 0 | 0 | 0 |
| Value | £0 | £0 | (£300,002) | £0 | £0 | £0 |
| TMCP (MMAS) | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 40,074 | 67,341 | 159,665 | 167,365 | 0 | 125,360 |
| Value | £47,509 | £80,001 | £190,000 | £200,001 | £0 | £150,000 |
| Methodist Ministers Housing Society | | | | | | |
| Units | 0 | 0 | 47,999 | 40,217 | 28,105 | 30,112 |
| Value | £0 | £0 | £57,001 | £48,001 | £33,601 | £36,000 |
| Total Charity | | | | | | |
| Units | 56,944 | 80,466 | 7,723 | 298,662 | 28,105 | 203,212 |
| Value | £67,509 | £95,594 | £9,798 | £357,003 | £33,601 | £243,002 |
| Pension Units | | | | | | |
| Methodist Ministers' Pension Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Lay Employees Pension Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total Pension | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total Charity and Pension | | | | | | |
| Units | 56,944 | 80,466 | 7,723 | 298,662 | 28,105 | 203,212 |
| Value | £67,509 | £95,594 | £9,798 | £357,003 | £33,601 | £243,002 |
| Units in Issue | | | | | | |
| B/Fwd | 15,092,275 | 15,149,219 | 15,229,685 | 15,237,408 | 15,536,070 | 15,564,175 |
| C/Fwd | 15,149,219 | 15,229,685 | 15,237,408 | 15,536,070 | 15,564,175 | 15,767,387 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

Central Finance Board of the Methodist Church
Short Fixed Interest Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Sept 2018 Units Value | Oct 2018 Units Value | Nov 2018 Units Value | Dec 2018 Units Value | Jan 2019 Units Value | Feb 2019 Units Value |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Charity Units | | | | | | |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 55,010 | (12,993) | 0 | 0 | 0 | 0 |
| Value | £65,449 | (£15,299) | £0 | £0 | £0 | £0 |
| CFB Managed Mixed Fund | | | | | | |
| Units | 0 | (103,030) | 0 | (141,852) | 0 | 0 |
| Value | £0 | (£121,363) | £0 | (£170,001) | £0 | £0 |
| CFB Managed Fixed Fund | | | | | | |
| Units | (14,001) | 0 | (998) | 0 | 0 | (31,412) |
| Value | (£16,648) | £0 | (£1,217) | £0 | £0 | (£37,748) |
| Action for Children | | | | | | |
| Units | (252,873) | 0 | (58,703) | (29,205) | 0 | 0 |
| Value | (£300,002) | £0 | (£70,000) | (£35,000) | £0 | £0 |
| TMCP (MMAS) | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | (410,700) | 0 | (187,745) | (142,330) | (412,646) |
| Value | £0 | (£487,501) | £0 | (£225,001) | (£170,000) | (£496,000) |
| Methodist Ministers Housing Society | | | | | | |
| Units | 0 | (10,967) | 0 | (14,186) | 3,349 | 0 |
| Value | £0 | (£13,001) | £0 | (£17,001) | £4,001 | £0 |
| Total Charity | | | | | | |
| Units | (211,864) | (537,690) | (59,701) | (372,988) | (138,981) | (444,058) |
| Value | (£251,201) | (£637,164) | (£71,218) | (£447,004) | (£166,000) | (£533,748) |
| Pension Units | | | | | | |
| Methodist Ministers' Pension Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Lay Employees Pension Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total Pension | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total Charity and Pension | | | | | | |
| Units | (211,864) | (537,690) | (59,701) | (372,988) | (138,981) | (444,058) |
| Value | (£251,201) | (£637,164) | (£71,218) | (£447,004) | (£166,000) | (£533,748) |
| Units in Issue | | | | | | |
| B/Fwd | 15,767,387 | 15,555,523 | 15,017,833 | 14,958,132 | 14,585,144 | 14,446,163 |
| C/Fwd | 15,555,523 | 15,017,833 | 14,958,132 | 14,585,144 | 14,446,163 | 14,002,105 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

**Central Finance Board of the Methodist Church
Inflation Linked Fund
Contributions and Withdrawals
for the year ended 28 February 2019**

| | Mar 2018 Units Value | Apr 2018 Units Value | May 2018 Units Value | Jun 2018 Units Value | Jul 2018 Units Value | Aug 2018 Units Value |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Charity Units | | | | | | |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| CFB Managed Mixed Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| CFB Managed Fixed Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Action for Children | | | | | | |
| Units | 0 | (22,385) | 0 | 0 | 0 | 0 |
| Value | £0 | (£100,000) | £0 | £0 | £0 | £0 |
| TMCP (MMAS) | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | 0 | 27,476 | 0 | 0 | 44,289 |
| Value | £0 | £0 | £120,003 | £0 | £0 | £199,999 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total Charity | | | | | | |
| Units | 0 | (22,385) | 27,476 | 0 | 0 | 44,289 |
| Value | £0 | (£100,000) | £120,003 | £0 | £0 | £199,999 |
| Pension Units | | | | | | |
| Methodist Ministers' Pension Fund | | | | | | |
| Units | 0 | 116,376 | 0 | 0 | 0 | 0 |
| Value | £0 | £500,002 | £0 | £0 | £0 | £0 |
| Methodist Lay Employees Pension Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| MMPT (Long Serving Ministers) | | | | | | |
| Units | 0 | 8 | 0 | 0 | 8 | 0 |
| Value | £0 | £34 | £0 | £0 | £36 | £0 |
| Methodist Minsters Pension Fund AVCs | | | | | | |
| Units | 410 | 1,677 | 421 | 411 | 474 | 390 |
| Value | £1,806 | £7,204 | £1,816 | £1,818 | £2,127 | £1,762 |
| Total Pension | | | | | | |
| Units | 410 | 118,061 | 421 | 411 | 482 | 390 |
| Value | £1,806 | £507,241 | £1,816 | £1,818 | £2,163 | £1,762 |
| Total Charity and Pension | | | | | | |
| Units | 410 | 95,676 | 27,897 | 411 | 482 | 44,679 |
| Value | £1,806 | £407,240 | £121,819 | £1,818 | £2,163 | £201,760 |
| Units in Issue | | | | | | |
| B/Fwd | 4,854,736 | 4,855,146 | 4,950,822 | 4,978,719 | 4,979,130 | 4,979,612 |
| C/Fwd | 4,855,146 | 4,950,822 | 4,978,719 | 4,979,130 | 4,979,612 | 5,024,291 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

Central Finance Board of the Methodist Church
Inflation Linked Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Sept 2018 Units Value | Oct 2018 Units Value | Nov 2018 Units Value | Dec 2018 Units Value | Jan 2019 Units Value | Feb 2019 Units Value |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Charity Units | | | | | | |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| CFB Managed Mixed Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| CFB Managed Fixed Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Action for Children | | | | | | |
| Units | 0 | 0 | 0 | (31,841) | 0 | 0 |
| Value | £0 | £0 | £0 | (£150,001) | £0 | £0 |
| TMCP (MMAS) | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | (45,399) | 0 | (64,744) | (71,393) | 0 |
| Value | £0 | (£200,000) | £0 | (£305,004) | (£320,002) | £0 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total Charity | | | | | | |
| Units | 0 | (45,399) | 0 | (96,585) | (71,393) | 0 |
| Value | £0 | (£200,000) | £0 | (£455,005) | (£320,002) | £0 |
| Pension Units | | | | | | |
| Methodist Ministers' Pension Fund | | | | | | |
| Units | 0 | (113,472) | 0 | (382,091) | 0 | 0 |
| Value | £0 | (£500,001) | £0 | (£1,800,001) | £0 | £0 |
| Methodist Lay Employees Pension Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| MMPT (Long Serving Ministers) | | | | | | |
| Units | (3,060) | 8 | 0 | 0 | 4 | 0 |
| Value | (£13,309) | £35 | £0 | £0 | £18 | £0 |
| Methodist Ministers Pension Fund AVCs | | | | | | |
| Units | (2,812) | 404 | 323 | 895 | 67 | 296 |
| Value | (£12,231) | £1,778 | £1,438 | £4,026 | £297 | £1,338 |
| Total Pension | | | | | | |
| Units | (5,872) | (113,060) | 323 | (381,196) | 71 | 296 |
| Value | (£25,540) | (£498,188) | £1,438 | (£1,795,975) | £315 | £1,338 |
| Total Charity and Pension | | | | | | |
| Units | (5,872) | (158,459) | 323 | (477,781) | (71,322) | 296 |
| Value | (£25,540) | (£698,188) | £1,438 | (£2,250,979) | (£319,687) | £1,338 |
| Units in Issue | | | | | | |
| B/Fwd | 5,024,291 | 5,018,419 | 4,859,960 | 4,860,283 | 4,382,502 | 4,311,180 |
| C/Fwd | 5,018,419 | 4,859,960 | 4,860,283 | 4,382,502 | 4,311,180 | 4,311,476 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

**Central Finance Board of the Methodist Church
Managed Equity Fund
Contributions and Withdrawals
for the year ended 28 February 2019**

| | Mar 2018 Units Value | Apr 2018 Units Value | May 2018 Units Value | Jun 2018 Units Value | Jul 2018 Units Value | Aug 2018 Units Value |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Trustees for Methodist Church Purposes | | | | | | |
| Units(A) | 0 | 577 | (347) | (1,670) | (25,383) | 7,206 |
| | £0 | £14,101 | (£8,353) | (£45,360) | (£697,388) | £20,019 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| TOTAL | | | | | | |
| Units | 0 | 577 | (347) | (1,670) | (25,383) | 7,206 |
| Value | £0 | £14,101 | (£8,353) | (£45,360) | (£697,388) | £20,019 |
| Units in Issue | | | | | | |
| B/Fwd | 1,171,152 | 1,171,152 | 1,171,729 | 1,171,382 | 1,169,712 | 1,144,329 |
| C/Fwd | 1,171,152 | 1,171,729 | 1,171,382 | 1,169,712 | 1,144,329 | 1,151,535 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.
All units are Charity units

Central Finance Board of the Methodist Church
Managed Equity Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Sept 2018 Units Value | Oct 2018 Units Value | Nov 2018 Units Value | Dec 2018 Units Value | Jan 2019 Units Value | Feb 2019 Units Value |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Trustees for Methodist Church Purposes | | | | | | |
| Units(A) | (1,876) | (178) | 0 | (1,861) | 0 | (1,147) |
| Value(A) | (£46,572) | (£3,046) | £0 | (£48,657) | £0 | (£29,461) |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| TOTAL | | | | | | |
| Units | (1,876) | (178) | 0 | (1,861) | 0 | (1,147) |
| Value | (£46,572) | (£3,046) | £0 | (£48,657) | £0 | (£29,461) |
| Units in Issue | | | | | | |
| B/Fwd | 1,151,535 | 1,149,659 | 1,149,481 | 1,149,481 | 1,147,620 | 1,147,620 |
| C/Fwd | 1,149,659 | 1,149,481 | 1,149,481 | 1,147,620 | 1,147,620 | 1,146,473 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.
All units are Charity units

Central Finance Board of the Methodist Church
Managed Fixed Interest Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Mar 2018 | Apr 2018 | May 2018 | Jun 2018 | Jul 2018 | Aug 2018 |
|---|-----------|-----------|-----------|-----------|-----------|-----------|
| | Units | Units | Units | Units | Units | Units |
| | Value | Value | Value | Value | Value | Value |
| Trustees for Methodist Church Purposes | | | | | | |
| Units (A) | (6,443) | 3,234 | (8,582) | (11,423) | (27,189) | 0 |
| Value (A) | (£13,003) | £6,683 | (£17,335) | (£23,335) | (£55,595) | £0 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total | | | | | | |
| Units | (6,443) | 3,234 | (8,582) | (11,423) | (27,189) | 0 |
| Value | (£13,003) | £6,683 | (£17,335) | (£23,335) | (£55,595) | £0 |
| Units in Issue | | | | | | |
| B/Fwd | 3,694,567 | 3,688,124 | 3,691,358 | 3,682,776 | 3,671,353 | 3,644,164 |
| C/Fwd | 3,688,124 | 3,691,358 | 3,682,776 | 3,671,353 | 3,644,164 | 3,644,164 |

Contributions and Withdrawals are subject to a dilution levy of 0.10% on the prices quoted above.

Central Finance Board of the Methodist Church
Managed Fixed Interest Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Sept 2018 Units Value | Oct 2018 Units Value | Nov 2018 Units Value | Dec 2018 Units Value | Jan 2019 Units Value | Feb 2019 Units Value |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Trustees for Methodist Church Purposes | | | | | | |
| Units (A) | (17,152) | (26,933) | (4,089) | (14,829) | (9,352) | (36,704) |
| Value (A) | (£34,802) | (£53,955) | (£8,214) | (£30,461) | (£19,079) | (£75,495) |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total | | | | | | |
| Units | (17,152) | (26,933) | (4,089) | (14,829) | (9,352) | (36,704) |
| Value | (£34,802) | (£53,955) | (£8,214) | (£30,461) | (£19,079) | (£75,495) |
| Units in Issue | | | | | | |
| B/Fwd | 3,644,164 | 3,627,012 | 3,600,079 | 3,595,990 | 3,581,161 | 3,571,809 |
| C/Fwd | 3,627,012 | 3,600,079 | 3,595,990 | 3,581,161 | 3,571,809 | 3,535,105 |

Contributions and Withdrawals are subject to a dilution levy of 0.10% on the prices quoted above.

Central Finance Board of the Methodist Church
Managed Mixed Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Mar 2018 Units Value | Apr 2018 Units Value | May 2018 Units Value | Jun 2018 Units Value | Jul 2018 Units Value | Aug 2018 Units Value |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 34,255 | 37,182 | (55,800) | 1,106 | (53,325) | 63,816 |
| Value | £156,446 | £168,738 | (£266,996) | £5,280 | (£255,673) | £309,638 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| TOTAL | | | | | | |
| Units | 34,255 | 37,182 | (55,800) | 1,106 | (53,325) | 63,816 |
| Value | £156,446 | £168,738 | (£266,996) | £5,280 | (£255,673) | £309,638 |
| Units in Issue | | | | | | |
| B/Fwd | 6,035,966 | 6,070,221 | 6,107,403 | 6,051,603 | 6,052,709 | 5,999,384 |
| C/Fwd | 6,070,221 | 6,107,403 | 6,051,603 | 6,052,709 | 5,999,384 | 6,063,200 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

Central Finance Board of the Methodist Church
Managed Mixed Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Sept 2018 Units Value | Oct 2018 Units Value | Nov 2018 Units Value | Dec 2018 Units Value | Jan 2019 Units Value | Feb 2019 Units Value |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Trustees for Methodist Church Purposes | | | | | | |
| Units | (34,288) | (33,213) | 41,624 | (31,482) | 5,903 | (11,645) |
| Value | (£163,023) | (£152,201) | £192,928 | (£140,560) | £26,969 | (£53,610) |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| TOTAL | | | | | | |
| Units | (34,288) | (33,213) | 41,624 | (31,482) | 5,903 | (11,645) |
| Value | (£163,023) | (£152,201) | £192,928 | (£140,560) | £26,969 | (£53,610) |
| Units in Issue | | | | | | |
| B/Fwd | 6,063,200 | 6,028,912 | 5,995,699 | 6,037,323 | 6,005,841 | 6,011,744 |
| C/Fwd | 6,028,912 | 5,995,699 | 6,037,323 | 6,005,841 | 6,011,744 | 6,000,099 |

Contributions and Withdrawals are subject to a dilution levy of 0.30% on the prices quoted above.

Central Finance Board of the Methodist Church
Property Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Mar 2018 Units Value | Apr 2018 Units Value | May 2018 Units Value | Jun 2018 Units Value | Jul 2018 Units Value | Aug 2018 Units Value |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 0 | 25,232 | 131,926 | 263,505 | 56,283 | 209,424 |
| Value | £0 | £19,000 | £100,000 | £200,000 | £43,000 | £160,000 |
| CFB Managed Mixed Fund | | | | | | |
| Units | (108,416) | 0 | 0 | 0 | 0 | 0 |
| Value | (£79,794) | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | (279,481) | 0 | 0 | 0 | 0 | 0 |
| Value | (£205,698) | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | (64,550) | 0 | 0 | 0 | 0 | 0 |
| Value | (£47,509) | £0 | £0 | £0 | £0 | £0 |
| Total | | | | | | |
| Units | (452,447) | 25,232 | 131,926 | 263,505 | 56,283 | 209,424 |
| Value | (£333,001) | £19,000 | £100,000 | £200,000 | £43,000 | £160,000 |
| Units in Issue | | | | | | |
| B/Fwd | 32,110,351 | 31,657,904 | 31,683,137 | 31,815,063 | 32,078,568 | 32,134,850 |
| C/Fwd | 31,657,904 | 31,683,137 | 31,815,063 | 32,078,568 | 32,134,850 | 32,344,274 |
| B/Fwd | | | | | | |
| | 32,110,351 | 31,657,904 | 31,683,137 | 31,815,063 | 32,078,568 | 32,134,850 |
| C/Fwd | | | | | | |
| | 31,657,904 | 31,683,137 | 31,815,063 | 32,078,568 | 32,134,850 | 32,344,274 |

Central Finance Board of the Methodist Church
Property Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Sept 2018 Units Value | Oct 2018 Units Value | Nov 2018 Units Value | Dec 2018 Units Value | Jan 2019 Units Value | Feb 2019 Units Value |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 164,706 | 156,863 | 280,504 | 0 | 0 | 0 |
| Value | £126,000 | £120,000 | £211,500 | £0 | £0 | £0 |
| CFB Managed Mixed Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Long Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Methodist Council Managed Medium Term Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total | | | | | | |
| Units | 164,706 | 156,863 | 280,504 | 0 | 0 | 0 |
| Value | £126,000 | £120,000 | £211,500 | £0 | £0 | £0 |
| Units in Issue | | | | | | |
| B/Fwd | 32,344,274 | 32,508,980 | 32,665,843 | 32,946,347 | 32,946,347 | 32,946,347 |
| C/Fwd | 32,508,980 | 32,665,843 | 32,946,347 | 32,946,347 | 32,946,347 | 32,946,347 |

Central Finance Board of the Methodist Church
Methodist Church Managed Long Term Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Mar 2018 | Apr 2018 | May 2018 | Jun 2018 | Jul 2018 | Aug 2018 |
|---|------------|------------|------------|------------|------------|------------|
| | Units | Units | Units | Units | Units | Units |
| | Value | Value | Value | Value | Value | Value |
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 0 | 0 | 381,320 | 0 | 0 | 0 |
| Value | £0 | £0 | £450,002 | £0 | £0 | £0 |
| Total | | | | | | |
| Units | 0 | 0 | 381,320 | 0 | 0 | 0 |
| Value | £0 | £0 | £450,002 | £0 | £0 | £0 |
| Units in Issue | | | | | | |
| B/Fwd | 66,126,145 | 66,126,145 | 66,126,145 | 66,507,465 | 66,507,465 | 66,507,465 |
| C/Fwd | 66,126,145 | 66,126,145 | 66,507,465 | 66,507,465 | 66,507,465 | 66,507,465 |

**Central Finance Board of the Methodist Church
Methodist Church Managed Medium Term Fund
Contributions and Withdrawals**
for the year ended 28 February 2019

| | Mar 2018 Units Value | Apr 2018 Units Value | May 2018 Units Value | Jun 2018 Units Value | Jul 2018 Units Value | Aug 2018 Units Value |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 0 | 188,293 | 0 | 182,103 | 0 | 0 |
| Value | £0 | £200,000 | £0 | £200,001 | £0 | £0 |
| Unit cancellations | | | | | | |
| CFB Managed Mixed Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total | | | | | | |
| Units | 0 | 188,293 | 0 | 182,103 | 0 | 0 |
| Value | £0 | £200,000 | £0 | £200,001 | £0 | £0 |
| Units in Issue | | | | | | |
| B/Fwd | 26,749,537 | 26,749,537 | 26,937,830 | 26,937,830 | 27,119,933 | 27,119,933 |
| C/Fwd | 26,749,537 | 26,937,830 | 26,937,830 | 27,119,933 | 27,119,933 | 27,119,933 |

Central Finance Board of the Methodist Church
Methodist Church Managed Medium Term Fund
Contributions and Withdrawals
for the year ended 28 February 2019

| | Sept 2018 Units Value | Oct 2018 Units Value | Nov 2018 Units Value | Dec 2018 Units Value | Jan 2019 Units Value | Feb 2019 Units Value |
|---|-----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Trustees for Methodist Church Purposes | | | | | | |
| Units | 0 | (697,827) | 0 | 0 | 0 | (1,464,248) |
| Value | £0 | (£750,001) | £0 | £0 | £0 | (£1,600,001) |
| Unit cancellations | | | | | | |
| CFB Managed Mixed Fund | | | | | | |
| Units | 0 | 0 | 0 | 0 | 0 | 0 |
| Value | £0 | £0 | £0 | £0 | £0 | £0 |
| Total | | | | | | |
| Units | 0 | (697,827) | 0 | 0 | 0 | (1,464,248) |
| Value | £0 | (£750,001) | £0 | £0 | £0 | (£1,600,001) |
| Units in Issue | | | | | | |
| B/Fwd | 27,119,933 | 27,119,933 | 26,422,106 | 26,422,106 | 26,422,106 | 26,422,106 |
| C/Fwd | 27,119,933 | 26,422,106 | 26,422,106 | 26,422,106 | 26,422,106 | 24,957,858 |

Central Finance Board of the Methodist Church
Schedule of Valuations and Distributions
Single asset funds
Year to 28 February 2019

| | UK Equity Fund | | Gilt Fund | | Corporate Bond Fund | | Short Fixed Interest Fund | | Overseas Fund | | Inflation Linked Fund | | Deposit Fund | |
|-------------------|----------------|----------------|-------------|----------------|---------------------|----------------|---------------------------|----------------|---------------|----------------|-----------------------|----------------|--------------|------------|
| | Valuation p | Distribution p | Valuation p | Distribution p | Valuation p | Distribution p | Valuation p | Distribution p | Valuation p | Distribution p | Valuation p | Distribution p | % p.a. | % p.a. AER |
| 28 February 2018 | 2001.8 | 12.50 | 163.2 | 0.62 | 139.1 | 0.85 | 118.4 | 0.24 | 599.8 | 1.49 | 436.7 | 0.47 | 0.37 | 0.37 |
| 31 March 2018 | 1967.1 | - | 166.5 | - | 140.3 | - | 118.8 | - | 580.0 | - | 447.4 | - | 0.42 | 0.42 |
| 30 April 2018 | 2097.4 | - | 164.9 | - | 139.9 | - | 118.9 | - | 595.1 | - | 436.1 | - | 0.47 | 0.47 |
| 31 May 2018 | 2130.4 | 23.20 | 167.1 | 0.64 | 140.0 | 0.86 | 119.5 | 0.25 | 616.2 | 2.74 | 445.7 | 0.48 | 0.47 | 0.47 |
| 30 June 2018 | 2140.5 | - | 166.1 | - | 139.5 | - | 119.2 | - | 620.5 | - | 442.7 | - | 0.52 | 0.52 |
| 31 July 2018 | 2170.4 | - | 165.6 | - | 139.5 | - | 119.1 | - | 639.5 | - | 444.6 | - | 0.52 | 0.52 |
| 31 August 2018 | 2116.5 | 20.00 | 165.2 | 0.67 | 139.3 | 0.86 | 119.0 | 0.25 | 658.1 | 1.90 | 441.3 | 0.48 | 0.62 | 0.62 |
| 30 September 2018 | 2155.4 | - | 163.0 | - | 138.0 | - | 118.5 | - | 654.2 | - | 439.1 | - | 0.62 | 0.62 |
| 31 October 2018 | 2023.8 | - | 164.6 | - | 139.1 | - | 119.2 | - | 616.4 | - | 451.9 | - | 0.62 | 0.62 |
| 30 November 2018 | 1993.2 | 13.15 | 162.8 | 0.63 | 137.2 | 0.84 | 119.2 | 0.26 | 624.8 | 1.1 | 438.2 | 0.47 | 0.62 | 0.62 |
| 31 December 2018 | 1915.3 | - | 165.5 | - | 138.3 | - | 119.6 | - | 582.1 | - | 448.9 | - | 0.62 | 0.62 |
| 31 January 2019 | 1991.0 | - | 167.0 | - | 140.0 | - | 119.9 | - | 606.2 | - | 451.1 | - | 0.72 | 0.72 |
| 28 February 2019 | 2016.2 | 15.17 | 165.0 | 0.63 | 139.0 | 0.82 | 119.4 | 0.25 | 615.6 | 1.78 | 446.7 | 0.53 | 0.72 | 0.72 |

Central Finance Board of the Methodist Church
Schedule of Valuations and Distributions
Methodist Pension Units
Year to 28 February 2019

| | UK Equity Fund | | Gilt Fund | | Corporate Bond Fund | | Short Fixed Interest Fund | | Overseas Fund | | Inflation Linked Fund | | Deposit Fund | |
|-------------------|----------------|----------------|-------------|----------------|---------------------|----------------|---------------------------|----------------|---------------|----------------|-----------------------|----------------|--------------|------------|
| | Valuation p | Distribution p | Valuation p | Distribution p | Valuation p | Distribution p | Valuation p | Distribution p | Valuation p | Distribution p | Valuation p | Distribution p | % p.a. | % p.a. AER |
| 29 February 2018 | 2001.8 | 12.20 | 163.2 | 0.64 | 139.1 | 0.92 | 118.4 | 0.29 | 599.8 | 1.71 | 436.7 | 0.58 | 0.37 | 0.37 |
| 31 March 2018 | 1967.0 | - | 166.5 | - | 140.3 | - | 118.8 | - | 580.0 | - | 447.5 | - | 0.42 | 0.42 |
| 30 April 2018 | 2097.3 | - | 165.0 | - | 140.0 | - | 118.9 | - | 595.3 | - | 436.2 | - | 0.47 | 0.47 |
| 31 May 2018 | 2130.4 | 22.93 | 167.1 | 0.67 | 140.0 | 0.93 | 119.5 | 0.27 | 616.2 | 2.97 | 445.7 | 0.59 | 0.47 | 0.47 |
| 30 June 2018 | 2140.4 | - | - | - | 139.5 | - | 119.2 | - | 620.6 | - | 442.8 | - | 0.52 | 0.52 |
| 31 July 2018 | 2170.2 | - | - | - | 139.5 | - | 119.1 | - | 639.7 | - | 444.7 | - | 0.52 | 0.52 |
| 31 August 2018 | 2116.5 | 19.82 | - | - | 139.3 | 0.93 | 119.0 | 0.26 | 658.1 | 2.15 | 441.3 | 0.59 | 0.62 | 0.62 |
| 30 September 2018 | 2155.4 | - | - | - | 138.0 | - | 118.5 | - | 654.2 | - | 439.1 | - | 0.62 | 0.62 |
| 31 October 2018 | 2023.8 | - | - | - | 139.1 | - | 119.2 | - | 616.4 | - | 451.9 | - | 0.62 | 0.62 |
| 30 November 2018 | 1993.2 | 12.94 | - | - | 137.2 | 0.91 | 119.2 | 0.28 | 624.8 | 1.33 | 438.2 | 0.58 | 0.62 | 0.62 |
| 31 December 2018 | 1915.3 | - | - | - | 138.3 | - | 119.6 | - | 582.1 | - | 448.9 | - | 0.62 | 0.62 |
| 31 January 2019 | 1991.0 | - | - | - | 140.0 | - | 119.9 | - | 606.2 | - | 451.1 | - | 0.72 | 0.72 |
| 28 February 2019 | 2016.2 | 14.98 | - | - | 139.0 | 0.88 | 119.4 | 0.26 | 615.6 | 2.00 | 446.7 | 0.64 | 0.72 | 0.72 |

Central Finance Board of the Methodist Church
Schedule of Valuations and Distributions
Managed Funds & Property Fund - Charity Holders
Year to 28 February 2019

| | Managed Equity Fund | | Managed Fixed Interest Fund | | Managed Mixed Fund | | Methodist Council Managed Medium Term Fund | | Methodist Council Managed Long Term Fund | | Property Fund | | |
|-------------------|---------------------|----------------|-----------------------------|----------------|--------------------|----------------|--|----------------|--|----------------|---------------|-------------|----------------|
| | Valuation p | Distribution p | Valuation p | Distribution p | Valuation p | Distribution p | Valuation p | Distribution p | Valuation p | Distribution p | Sell price p | Buy price p | Distribution p |
| 28 February 2018 | 2562.3 | 14.50 | 202.0 | 0.63 | 454.8 | 2.81 | 106.8 | 0.53 | 112.7 | 0.68 | 72.5 | 74.6 | 0.30 |
| 31 March 2018 | 2511.7 | - | 204.1 | - | 449.3 | - | 105.9 | - | 110.8 | - | 73.2 | 75.3 | 0.35 |
| 30 April 2018 | 2682.4 | - | 203.4 | - | 468.7 | - | 108.1 | - | 114.5 | - | 73.7 | 75.8 | 0.36 |
| 31 May 2018 | 2712.4 | 28.79 | 205.0 | 0.66 | 476.0 | 4.39 | 109.5 | 0.70 | 116.9 | 0.97 | 73.8 | 75.9 | 0.35 |
| 30 June 2018 | 2726.1 | - | 204.1 | - | 477.5 | - | 109.6 | - | 117.3 | - | 74.1 | 76.4 | 0.34 |
| 31 July 2018 | 2771.3 | - | 203.8 | - | 483.4 | - | 110.7 | - | 119.3 | - | 74.1 | 76.4 | 0.37 |
| 31 August 2018 | 2724.8 | 22.95 | 203.5 | 0.66 | 477.4 | 3.96 | 110.7 | 0.64 | 119.5 | 0.87 | 74.2 | 76.5 | 0.37 |
| 30 September 2018 | 2764.7 | - | 201.9 | - | 481.7 | - | 110.7 | - | 119.9 | - | 74.3 | 76.5 | 0.32 |
| 31 October 2018 | 2598.8 | - | 203.4 | - | 461.2 | - | 108.3 | - | 114.9 | - | 74.3 | 76.5 | 0.38 |
| 30 November 2018 | 2587.9 | 15.17 | 202.3 | 0.67 | 458.9 | 2.98 | 108.0 | 0.55 | 114.6 | 0.68 | 74.3 | 76.5 | 0.36 |
| 31 December 2018 | 2457.0 | - | 204.0 | - | 443.5 | - | 105.8 | - | 110.3 | - | 74.4 | 76.7 | 0.36 |
| 31 January 2019 | 2554.8 | - | 205.3 | - | 456.8 | - | 107.9 | - | 113.7 | - | 74.4 | 76.6 | 0.34 |
| 28 February 2019 | 2588.1 | 17.82 | 203.8 | 0.65 | 460.6 | 3.34 | 108.4 | 0.61 | 114.8 | 0.78 | 74.3 | 76.6 | 0.32 |

**Central Finance Board of
the Methodist Church
Management Account
Financial Statements**

at 28 February 2019

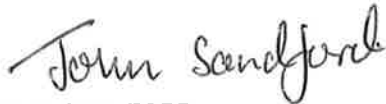
Central Finance Board of the Methodist Church Statement of the Council's Responsibilities

The Methodist Church Funds Act 1960 requires the Council, for each financial year, to prepare financial statements which give a true and fair view of the state of affairs of the Board's funds and of the return of the Board's funds for that period. In preparing those financial statements, the Council is required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Board's Funds will continue in business.

The Council is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Board's funds and to enable them to ensure that the financial statements comply with the Methodist Church Funds Act 1960. The Council is also responsible for safeguarding the assets of the Board's funds and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved on behalf of
Central Finance Board of the Methodist Church



JOHN SANDFORD

25 APRIL 2019,

Independent auditor's report to the Council members of Central Finance Board of the Methodist Church

Opinion

We have audited the financial statements of the Central Finance Board of the Methodist Church Management Account ("the Management account") for the year ended 28 February 2019. The financial statements comprise the Income and Expenditure account, the Balance Sheet, the Cash flow Statement and related notes to the financial statements. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- ◆ give a true and fair view of the state of the Management account's affairs as at 28 February 2019 and of its income and expenditure for the year then ended;
- ◆ have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- ◆ have been prepared in accordance with the requirements of the Methodist Church Funds Act 1960.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Council in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- ◆ the Council members' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- ◆ the Council members have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Management account's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The Council members are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters

In our opinion, based on the work undertaken in the course of the audit:

- ◆ the information given in the Council's members' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- ◆ the Council's members' report has been prepared in accordance with applicable legal requirements.

Matters on which we report by exception

In the light of the knowledge and understanding of the Management account and its environment obtained in the course of the audit, we have not identified material misstatements in the annual report.

We have nothing to report in respect of the following matters if, in our opinion:

- ◆ adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- ◆ the financial statements are not in agreement with the accounting records and returns; or
- ◆ certain disclosures of directors' remuneration specified by law are not made; or
- ◆ we have not received all the information and explanations we require for our audit.

Responsibilities of Council members

As explained more fully in the Council's responsibilities statement, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the members are responsible for assessing the Management account's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the members either intend to liquidate the Management account or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the

aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Council members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Council members those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Council and the Council members, as a body, for our audit work, for this report, or for the opinions we have formed.



Peter Chapman (Senior Statutory Auditor)
For and on behalf of Buzzacott LLP, Statutory Auditor
130 Wood Street
London
EC2V 6DL

25/4/19

**Central Finance Board of the Methodist Church
Management Account**

Income and Expenditure Account

for the year to 28 February 2019

| | Notes | Year to 28/02/2019 | | | Year to 28/02/2018 |
|-------------------------------------|-------|-----------------------|-----------------|------------------|-----------------------|
| | | General £ | Designated £ | Total £ | Total £ |
| Income | 2 | <u>3,305,797</u> | <u>200,000</u> | <u>3,505,797</u> | <u>3,282,934</u> |
| Expenditure | | | | | |
| Personnel Costs | 3 | 2,102,454 | 0 | 2,102,454 | 2,009,285 |
| Establishment Costs | | 146,521 | 0 | 146,521 | 157,314 |
| Administration Expenses | 4 | 1,124,148 | 0 | 1,124,148 | 1,083,205 |
| | | <u>3,373,123</u> | <u>0</u> | <u>3,373,123</u> | <u>3,249,804</u> |
| (Loss)/ Surplus for the year | | <u>(67,326)</u> | <u>200,000</u> | <u>132,674</u> | <u>33,130</u> |

The income and expenditure account relates entirely to continuing operations.

There are no recognised gains or losses other than those included above and therefore no separate statement of total recognised gains and losses has been prepared.

**Central Finance Board of the Methodist Church
Management Account**

Balance Sheet

as at 28 February 2019

| | Notes | As at 28/02/2019 £ | As at 28/02/2018 £ |
|--|-------|--------------------------|--------------------------|
| Fixed Assets | | | |
| Tangible Fixed Assets | 1c/5 | 87,710 | 155,220 |
| Investments | 6 | 919,750 | 519,750 |
| | | <u>1,007,460</u> | <u>674,970</u> |
| Current Assets | | | |
| Debtors and Prepayments | 7 | 703,737 | 511,595 |
| Deposit Fund | | 1,129,551 | 1,490,502 |
| Cash at Bank | | 91,834 | 151,355 |
| Petty Cash | | 383 | 253 |
| | | <u>1,925,505</u> | <u>2,153,705</u> |
| Current Liabilities | | | |
| Creditors and Accruals | 8 | 334,356 | 362,740 |
| Net Current Assets | | <u>1,591,149</u> | <u>1,790,965</u> |
| Total Net Assets | | <u>2,598,609</u> | <u>2,465,935</u> |
| Accumulated Fund | | | |
| Balance brought forward | | 2,465,935 | 2,432,805 |
| (Loss)/Surplus for the year | | (67,326) | 33,130 |
| Designated surplus generated in the year | | 200,000 | 0 |
| | | <u>2,598,609</u> | <u>2,465,935</u> |

The only movement on the accumulated fund is the retention of the surplus as shown on the income and expenditure account.

**Central Finance Board of the Methodist Church
Management Account**

Cash flow Statement

for the year to 28 February 2019

| | Notes | Year to 28/02/2019 £ | Year to 28/02/2018 £ |
|---|-------|----------------------------|----------------------------|
| Cash flow generated from operating activities | | | |
| Surplus for the year | | 132,674 | 33,130 |
| Add back : Depreciation for the year | | 78,381 | 77,416 |
| Decrease/(Increase) in debtors | | (192,142) | (50,835) |
| Increase/ (decrease) in creditors | | (28,384) | 63,466 |
| Net cash flow from operating activities | | <u>-9,471</u> | <u>123,177</u> |
| Capital expenditure and financial investment | | | |
| Payments to acquire tangible fixed assets | 5 | (10,871) | 0 |
| Payment to acquire shares in Epworth Investment Management Limited | | (400,000) | (260,000) |
| Cash (outflow)/ inflow before management of liquid resources and financing | | <u>(420,342)</u> | <u>(136,823)</u> |
| (Decrease)/ Increase in cash | 9 | <u>(420,342)</u> | <u>(136,823)</u> |

Central Finance Board of the Methodist Church Management Account

Notes to the Accounts

for the year to 28 February 2019

1 Accounting policies

a) Accounting convention

The accounts have been prepared in accordance with the historic cost convention and applicable law on United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

b) Going concern

The Management Account has been prepared on a going concern basis as the Central Finance Board of the Methodist Church has undertaken to support the Management Account so that it may meet its liabilities as they fall due for a period of at least 12 months from the date of signing these financial statements.

c) Tangible fixed assets

Tangible fixed assets are written off over their expected useful lives by providing depreciation under the straight line method. A full year's provision is taken to income and expenditure account in the year of purchase.

Depreciation rates per annum are as follows:

Improvements to premises 20%; Office equipment 25%; Furniture for refurbished office 20%

d) Taxation

As an organisation with exempt charity status, the Management Account is not subject to UK Taxation.

e) Operating lease

Rentals payable under operating leases are charged to income on a straight-line basis over the term of the lease.

f) Income

Recharges to funds represent recharges of costs to the CFB Funds. Fees receivable are amounts, excluding VAT, invoiced in respect of services to Epworth Investment Management Limited.

g) Pension costs

Contributions payable to the pension scheme are charged to the income and expenditure account so as to spread the cost of pensions over the service lives of employees in the scheme. The pension charge is calculated on the basis of actuarial advice.

2 Income

| | Year to 28/02/2019 | | Year to 28/02/2018 | |
|---------------------|-----------------------|----------------|-----------------------|------------------|
| | General | Designated | Total | |
| | £ | £ | £ | £ |
| Recharges to Funds | 2,756,117 | 0 | 2,756,117 | 2,677,164 |
| Fees Receivable | 540,471 | 0 | 540,471 | 599,654 |
| Legacy | | 200,000 | 200,000 | 0 |
| Interest Receivable | 9,192 | 0 | 9,192 | 6,116 |
| Other income | 17 | 0 | 17 | 0 |
| | <u>3,305,797</u> | <u>200,000</u> | <u>3,505,797</u> | <u>3,282,934</u> |

All income is derived in the United Kingdom.

3 Staff Costs

| | Year to 28/02/2019 | Year to 28/02/2018 |
|-----------------------|-----------------------|-----------------------|
| | £ | £ |
| Wages and Salaries | 1,459,737 | 1,412,544 |
| Social Security Costs | 200,017 | 172,577 |
| Other Pension Costs | 344,057 | 312,248 |
| Other personnel costs | 98,643 | 111,916 |
| | <u>2,102,454</u> | <u>2,009,285</u> |

Key Management Personnel compensation for the year to 28 February 2019 was £519,834 (£619,330 including employer's pension contributions). The corresponding figures for the year to 28 February 2018 were £468,178 (£562,207 including employer's pension contributions).

**Central Finance Board of the Methodist Church
Management Account**

Notes to the Accounts (continued)

for the year to 28 February 2019

| | | | | |
|--|---|---|-------------------------------|-------------------------------|
| 4 Administration Expenses | | | Year to 28/02/2019 | Year to 28/02/2018 |
| | | | £ | £ |
| Audit Fees | | | 32,880 | 29,546 |
| Computer Systems | | | 227,925 | 208,759 |
| Custodial Fees | | | 67,759 | 61,906 |
| Information Services and Systems | | | 265,851 | 238,704 |
| Professional Indemnity Insurance | | | 23,392 | 22,201 |
| Operations Review | | | 339,786 | 302,858 |
| Other Costs | | | 166,555 | 219,231 |
| | | | <u>1,124,148</u> | <u>1,083,205</u> |
| 5 Tangible Assets | Improvements to Premises | Furniture for refurbished office | Office Equipment | Total |
| | £ | £ | £ | £ |
| Cost at 1.3.2018 | 307,267 | 68,506 | 17,106 | 392,879 |
| Additions | 0 | 0 | 10,871 | 10,871 |
| Cost at 28.2.2019 | <u>307,267</u> | <u>68,506</u> | <u>27,977</u> | <u>403,750</u> |
| Depreciation at 1.3.2018 | 184,358 | 40,722 | 12,579 | 237,659 |
| Charge for the Year | 61,452 | 13,700 | 3,229 | 78,381 |
| Depreciation at 28.2.2019 | <u>245,810</u> | <u>54,422</u> | <u>15,808</u> | <u>316,040</u> |
| Net book value at 28.2.2019 | <u>61,457</u> | <u>14,084</u> | <u>12,169</u> | <u>87,710</u> |
| Net book value at 28.2.2018 | <u>122,909</u> | <u>27,784</u> | <u>4,527</u> | <u>155,220</u> |
| 6 Fixed Asset Investments | | | Unlisted | Total |
| Other investments other than loans | | | £ | £ |
| Cost | | | | |
| Cost at 1.3.2018 | | | 519,750 | 519,750 |
| Additions | | | 400,000 | 400,000 |
| Cost at 28.2.2019 | | | <u>919,750</u> | <u>919,750</u> |
| Provision for impairment | | | | |
| At 1.3.2018 | | | - | - |
| Charge for the Year | | | - | - |
| At 28.2.2019 | | | <u>-</u> | <u>-</u> |
| Net Book Value | | | | |
| At 28.2.2019 | | | <u>919,750</u> | <u>919,750</u> |
| At 28.2.2018 | | | <u>519,750</u> | <u>519,750</u> |
| <p>The unlisted investments above include a 100% interest in the issued ordinary and preference share capital of Epworth Investment Management Limited, a company registered in England and Wales. The cost of the investment is £919,750 and it is valued by the directors at £731,230. This amount represents 100% of the total assets of Epworth Investment Management Limited.</p> | | | | |
| 7 Debtors and Prepayments | | | 28/02/2019 | 28/02/2018 |
| (Due within one year) | | | £ | £ |
| Other debtors | | | 221,942 | 337,929 |
| Prepayments | | | 481,795 | 173,666 |
| | | | <u>703,737</u> | <u>511,595</u> |

Central Finance Board of the Methodist Church Management Account

Notes to the Accounts (continued)

for the year to 28 February 2019

8 Creditors and Accruals

(Due within one year)

| | 28/02/2019 | 28/02/2018 |
|-----------------|----------------|----------------|
| | £ | £ |
| Other creditors | 138,979 | 132,260 |
| Accruals | 195,377 | 230,480 |
| | <u>334,356</u> | <u>362,740</u> |

9 Cash Flow

Reconciliation of net cash flow to movement in net debt

| | Year to 28/02/2019 | Year to 28/02/2018 |
|--------------------------------------|-----------------------|-----------------------|
| | £ | £ |
| (Decrease)/ Increase in cash in year | (420,342) | (136,823) |
| Opening net cash | 1,642,110 | 1,778,933 |
| Net cash at year end | <u>1,221,768</u> | <u>1,642,110</u> |

Analysis of net cash

| | At 28/02/2018 | Cash flows | At 28/02/2019 |
|--------------|------------------|------------------|------------------|
| | £ | £ | £ |
| Petty cash | 253 | 130 | 383 |
| Bank | 151,355 | (59,521) | 91,834 |
| Deposit Fund | 1,490,502 | (360,951) | 1,129,551 |
| | <u>1,642,110</u> | <u>(420,342)</u> | <u>1,221,768</u> |

10 Reserves Policy

Under the provisions of the Methodist Church Funds Act 1960, the CFB is set up as a non-profit making organisation and is entitled to retain from the income and capital of the funds under its care such amounts as are required to meet its costs. The Council of the CFB however recognises the need to retain additional amounts sufficient to permit the CFB to carry on and develop its activities in the best interests of its users. Such amounts (the reserves) may be required to enable it to finance its longer term operations, including capital spending activities relating to its premises, systems development, etc. The CFB Council reserves policy is committed to a position where the free reserves (defined as those not covering fixed assets or the investment in Epworth Investment Management Limited) cover 6 months worth of CFB expenditure. At 28 February 2019, the free reserves represented 43.3% of the future year's budget. (28 February 2018: 54.7%).

Although the CFB is exempted from the provisions of the Financial Services Act 1986 and is also not required to apply for regulation under the Financial Services & Markets Act 2000, its activities are very similar in nature to those that are carried on by a regulated investment management organisation. Such an organisation is required to maintain reserves at all times of an amount equivalent to that stipulated by the Financial Conduct Authority (FCA). At 28 February 2019, the reserves of the CFB are approximately £2,326,936 in excess of this requirement (29/02/2018 : £2,174,000 surplus).

11 Other Financial Commitments

At 28 February 2019 the Central Finance Board was committed to making the following annual payments in respect of the non-cancellable operating lease of 9 Bonhill Street, London EC2A 4PE.

| | 28/02/2019 | 28/02/2018 |
|--------------------------------|----------------|--------------|
| | £ | £ |
| Operating lease which expires: | | |
| In 1 year | 92,804 | 92,804 |
| In 2 to 5 years: | <u>232,010</u> | <u>6,356</u> |

The lease is for a period from 23 March 2014 to 24 March 2024, with the tenant or landlord having the right to determine the lease from 1 September 2022 by giving 6 months notice.

