

COIF Charities Property Fund

INVESTMENT POLICY AND OBJECTIVES

The Fund aims to achieve a high and sustainable level of income and some capital appreciation. It mainly invests in a diversified portfolio of direct property assets, but may also invest in specialist property unit trusts and property shares

The Fund's benchmark is the Other Balanced Fund component of the MSCI/AREF UK Quarterly Property Fund Index.

INVESTOR CONSTITUENCY

Registered charities in England and Wales

Fund details	
Type of fund	Common Investment Fund (Charity)
Residence	United Kingdom
Launch date	29 August 2002
Open/closed-ended	Open-ended
Earliest date of winding up	Not applicable
Year-end	31 December
NAV (GBPm)	591.7

Source: CCLA Investment Management Limited

Management/professional advisors	
Manager	CCLA Fund Managers Limited
Fund Manager	Roy Halliday
Trustee	HSBC Bank plc
Auditors	PWC

Source: CCLA Investment Management Limited

Investment rates of return, %		MSCI/AREF UK Quarterly Property Fund Index		
COIF Charities Property Fund		Other balanced funds	All balanced funds	All funds
3 months	3.3	2.2	2.2	1.8
Year-to-date	3.3	2.2	2.2	1.8
12 months	2.4	2.5	2.5	0.7
3 years+	4.0	2.7	2.4	1.1
5 years+	4.8	4.6	4.1	3.2
10 years+	7.2	6.8	6.4	5.9

Source: CCLA Investment Management Limited Source: MSCI/AREF UK Quarterly Property Fund Index

Property investment restrictions	
Maximum development exposure	15%
Maximum speculative development exposure	Zero

Maximum lot-size holding as a standing investment	No maximum
Maximum lot-size holding permitted at purchase	15%
Maximum exposure to limited partnerships	5%
Maximum exposure to joint ventures	5%
Maximum exposure to closed and open-ended property unit trusts	5%

Source: CCLA Investment Management Limited

Portfolio distribution %				
		MSCI/AREF UK Quarterly Property Fund Index**		
	COIF Charities Property Fund	Other balanced funds	All balanced funds	All funds
Standard retail – South East	1.7	6.0	5.2	4.9
Standard retail – Rest of UK	1.9	2.1	2.4	3.3
Shopping centres	0.0	0.7	1.2	3.5
Retail warehouses	15.7	10.9	10.5	9.0
All UK retail	19.3	19.7	19.3	20.6
City offices	12.0	3.9	3.6	3.4
West End offices	0.0	7.6	8.5	7.6
Rest of South East offices	12.9	10.8	10.2	7.4
Rest of UK offices	5.7	6.0	5.6	5.1
All UK offices	30.6	28.3	27.9	23.5
South East industrial	13.1	21.7	22.7	18.5
Rest of UK industrial	26.7	12.0	11.8	9.5
All UK industrial	39.9	33.7	34.5	28.0
Other UK properties	8.1	11.3	10.7	21.9
Cash***	2.2	7.0	7.7	5.9
Overall	100.0	100.00	100.00	100.00

Source: CCLA Investment Management Limited ** MSCI/AREF UK Quarterly Property Fund Index

Property ownership structure			
	Number of assets	Valuation (GBPm)	% of total portfolio
Direct holdings	66	578.4	100.0
Joint and indirect holdings	0	0	0.0
Listed investments	0	0	0.0
Total	66	578.4	100.0

Source: CCLA Investment Management Limited

Largest direct investments by lot size & percentage of total portfolio				
Property	Location	Sector	Valuation (GBPm)	% of total portfolio
80 CANNON STREET	LONDON	Office	58.8	10.2
PAVILION RETAIL PARK	BRIGHTON	Retail Park	31.0	5.4
MENDLESHAM INDUSTRIAL ESTATE	STOWMARKET	Industrial	30.5	5.3
5 ARLINGTON SQ	BRACKNELL	Office	26.0	4.5
MAGNA PARK	LUTTERWORTH	Industrial	20.6	3.6
1400-1499 & 1600 AZTEC WEST	BRISTOL	Industrial Other	20.2	3.5
BATH WATERSIDE TRAVELODGE	BATH	Hotel – Not categorised	19.8	3.4

1-3 COLLEGE HILL	LONDON	Office	18.5	3.2
UNIT 3220 MAGNA PARK	LUTTERWORTH	Industrial	18.4	3.2
UNITS A-D MANOR GATE	CRAWLEY	Industrial	15.6	2.7
10 largest investments as % of portfolio			259.3	44.8

Source: CCLA Investment Management Limited / MSCI estimates

Direct portfolio structure by lot-size bands			
Value band (GBPm)	Number of assets	Valuation (GBPm)	% of total portfolio
0 -2.5	14	22.7	3.9
2.5 - 5	15	59.0	10.2
5-10	19	137.3	23.7
10-25	14	213.2	36.8
25 - 50	3	87.5	15.1
50 - 100	1	58.8	10.2
100-150	0	0.0	0.0
Over 150	0	0.0	0.0
Total	66	578.4	100.0
Average lot size		8.8	

Source: CCLA Investment Management Limited

Property Yield		Voids as % of ERV	
Net initial yield	5.08%	Investments	9.62%
Nominal equivalent yield	6.44%	Developments	-6.65%
True equivalent yield	6.46%	Total	2.97%
Net reversionary yield	6.06%		

Source: CCLA Investment Management Limited

Source: CCLA Investment Management Limited

Rental income & ERV by type of property		
	Rental income %	Estimated rental value %
Standard retail	4.5	3.5
Retail warehousing	20.9	16.9
Shopping centres	0.0	0.0
Central London offices	8.1	10.5
Other offices	24.0	26.4
Industrial	34.8	35.4
Other	7.8	7.4
Overall	100.0	100.0

Source: CCLA Investment Management Limited

Over Renting and Reversionary Potential, % Rent Passing								
Sector	Rent Passing, GBP Millions	Rent Free, % Rent Passing	Development vacancy %	Investment vacancy %	Over rented,% Rent Passing	Reversionary potential %	Reversionary potential Net	Market Value % Rent
Standard retail	1.6	0.0	0.0	2.0	-19.9	-8.5	-28.4	89.8
Retail warehousing	7.4	7.5	0.0	1.9	-18.1	-7.2	-25.3	92.8
Shopping centres	0.0	-	-	-	0.0	-	-	-
Central London	2.9	14.8	0.0	42.8	-	49.8	-	149.7
Other offices	8.5	1.0	3.3	24.5	-26.8	26.3	-0.5	126.3
Industrial	12.3	0.0	7.6	13.4	-8.1	17.0	8.9	117.0

Other	2.8	0.0	0.0	0.0	0.0	9.4	9.4	109.4
Overall	35.5	2.9	0.0	12.6	-7.1	15.1	8.0	115.0

*Comprising the ERV of developments in progress or contracted which have not been pre-let

Source: CCLA Investment Management Limited

Listed Investments

	% of Issue held	Valuation (GBPm)	Est. % of total portfolio
-	0.0	0.0	0.0
-	0.0	0.0	0.0
-	0.0	0.0	0.0
-	0.0	0.0	0.0
-	0.0	0.0	0.0
-	0.0	0.0	0.0

The unexpired term of leases

Years	% of rent passing
20 years or greater	6.0
15 years or greater, but less than 20	0.4
10 years or greater, but less than 15	5.6
5 years or greater, but less than 10	20.5
Less than 5 years	67.5

Source: CCLA Investment Management Limited

Joint and Indirect property holdings

Holdings	Sector	Joint/Indirect	Vehicle Type	Ownership %	Valuation	Est. % of total portfolio
-	0.0	0.0	0.0	0.0	0.0	0.0
-	0.0	0.0	0.0	0.0	0.0	0.0
-	0.0	0.0	0.0	0.0	0.0	0.0
-	0.0	0.0	0.0	0.0	0.0	0.0
-	0.0	0.0	0.0	0.0	0.0	0.0
-	0.0	0.0	0.0	0.0	0.0	0.0

Source: CCLA Investment Management Limited

Debt analysis

Fixed rate borrowings			Variable rate borrowings		
Amount drawn (GBPm)	Average rate (%)	Average unexpired term (years)	Amount drawn (GBPm)	Rate above LIBOR (incl expenses) (%)	Off balance sheet debt (GBPm)+
0	0	0	0	0.00%	0.0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0

Source: CCLA Investment Management Limited

Development exposure*

Capital value of developments

	Not yet started	In progress+	All developments	Cost to complete schemes in progress+
GBPm	0	0	0	0
% of all directly held properties	0.00%	0.00%	0.00%	0.00%

* Includes joint ventures in which the Fund has an interest of 50% or more

Source: CCLA Investment Management Limited

Valuations/performance monitors/affiliations

Frequency of valuation	Monthly, as at the last day of the month
Valuers	BNP Paribas Real Estate
Portfolio performance monitored by MSCI	Yes
Constituent of MSCI/AREF UK Quarterly Property Fund Index	Yes
Member of the Association of Real Estate Funds	Full member

Source: CCLA Investment Management Limited

Restrictions on holdings of cash/borrowings

Maximum total gearing permitted	25%
Cash holdings (maximum)	20%
Cash holdings (minimum)	Zero

Source: CCLA Investment Management Limited

The contribution of major tenants to rental income

Tenant	%
CEVA LOGISTICS LTD	6.6
AUTOMATIC DATA PROCESSING LTD	4.2
INTELLIGENT PROCESSING SOLUTIONS	3.8
TECHNIP UK LIMITED	3.5
TRAVELODGE HOTELS LIMITED	3.4
VWR INTERNATIONAL LTD	3.1
DHL SUPPLY CHAIN LIMITED	2.9
WICKES BUILDING SUPPLIES LTD	2.9
B&Q PLC	2.8
B&M RETAIL LTD	2.7
Three largest tenants' contribution to rental income	14.7
Five largest tenants' contribution to rental income	21.5
Ten largest tenants' contribution to rental income	36.0

Source: CCLA Investment Management Limited

Balance sheet/gearing

	Direct holdings	Joint holdings	Indirect investments	Listed investments	Total
Balance sheet (GBPm)					
Properties at valuation	578.4	0.0	0.0	0.0	578.4
Listed investments	0.0	0.0	0.0	0.0	0.0
Debt	0.0	0.0	0.0	0.0	0.0
Cash	13.3	0.0	0.0	0.0	13.3

Other net assets/liabilities	0.0	0.0	0.0	0.0	0.0
Total net assets	591.7	0.0	0.0	0.0	591.7
Gearing (%)					
Net debt (cash)/properties	-2.3	-	-	-	-2.3
Net debt (cash)/equity	-2.2	-	-	-	-2.2

Source: CCLA Investment Management Limited

Quarterly data per unit						
As at	31-Dec-19	31-Mar-20	30-Jun-20	30-Sep-20	31-Dec-20	31-Mar-21
Bid (GBP)	114.71	113.63	108.32	107.50	108.93	111.12
Offer (GBP)	118.56	117.44	111.95	111.10	112.58	114.85
Mid (GBP)	116.63	115.54	110.13	109.30	110.75	112.98
Bid/offer spread	3.24%	3.24%	3.24%	3.24%	3.24%	3.24%
Net asset value (GBP)	116.52	115.42	110.02	109.19	110.64	112.87
Quarterly distribution (GBP)	1.67	1.53	1.19	1.22	1.26	1.45
Yield	5.49%	5.54%	5.47%	5.14%	4.70%	4.53%

Source: CCLA Investment Management Limited

Unit pricing

There are currently two dealing days per month, normally the last Tuesday and Thursday, except when this is not a business day; that is a day on which the London Stock Exchange (or any successor body) is not open for business, then the preceding

Distributions

For income unitholders, distributions of income are calculated quarterly and distributed at the end of February, May, August and November.

Minimum investment/disinvestment

Minimum initial investment: GBP10,000

Minimum additional investment: GBP1,000

Creation, transfer and realisation of units

Completed application forms together with payment must be received by 5pm on the business day prior to the dealing date. Completed redemption forms must be received by the manager by 5pm on the day prior to the dealing day. Settlement cheques are sent out within four business days of the dealing date.

Taxation

As a registered charity, the fund is currently exempt from income and capital gains tax and is not subject to

Capital Gains Tax

Income Tax

Stamp duty reserve tax

Charges

The manager's fee is 0.65% pa of the value of the fund.

Unit holder analysis

	Number of unitholders	Total % held
Less than 1% of units in issue	0	0.0%
1% or greater but less than 2%	0	0.0%
2% or greater but less than 4%	0	0.0%
4% or greater but less than 8%	0	0.0%
Greater than 8.0%	0	0.0%
Total	0	0.0%
Major investors		
Largest holder	1	0.0%
Three largest holders	3	0.0%
Five largest holders	5	0.0%
Ten largest holders	10	0.0%
Internal/external investors		
Internal	0	0.0%
External	0	0.0%

Source: CCLA Investment Management Limited

Liquidity

Period	Year to Dec 2016	Year to Dec 2017	Year to Dec 2018	Year to Dec 2019	Year to Dec 2020	Year to Dec 2021
Issues and redemptions						
Units in issue as at start of period	476,366,198.0	467,870,130.0	448,183,046.3	502,012,086.7	533,227,472.0	534,234,119.9
Units issued during period	27,146,355.0	18,715,271.9	75,803,766.7	71,044,401.0	25,616,999.5	1,082,447.1
Units redeemed during period	-35,642,422.0	-38,402,355.6	-21,974,726.3	-39,829,016.0	-24,610,351.6	-395,783.1
Units in issue at end of period	467,870,130.0	448,183,046.3	502,012,086.7	533,227,472.0	534,234,119.9	534,920,783.9
Unit transfers						
Matched bargains	-	-	0	0	533547457.1	0
Matched bargains %*	-	-	0	0.00%	0.998714678	0.00%

* as % of units in issue at the end of the period

Source: CCLA Investment Management Limited

Unit transfers

Matched bargains	416	0	77,656	30,710	7102.7355	0
Matched bargains %*	0.0002	0.00%	5.18%	2.06%	0.48%	0.0%

* as % of units in issue at the end of the period

Source : CBRE Global Investors (UK Funds) Ltd