

The Public Sector Deposit Fund

Fund fact sheet – 31 January 2024

Investment objective

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

Investment policy

The fund will be invested in a diversified portfolio of high-quality sterling denominated deposits and instruments. All investments at the time of purchase will have the highest short-term credit rating or an equivalent strong long-term rating. The fund is actively managed, which means the authorised corporate director uses their discretion to pick investments, in pursuit of the investment objective.

The weighted average maturity of the investments will not exceed 60 days. The fund will not invest in derivatives or other collective investment schemes.

Target investors

The fund is designed for investors who are looking for capital security and a competitive yield for their short-term investments.

Who can invest?

Any public sector organisation can invest in the fund, but it may be marketed to any retail or professional client. Share class 4 is reserved for public sector organisation investment only.

Responsible investment policy

The fund is managed in accordance with CCLA's values-based screening policy which can be found in the policies and reports section on our website.

We monitor our counterparties' environmental, social and governance risk management on a regular basis and take action if necessary. This process is based on the work of our in-house Sustainability team and their data providers. Additional information is available on request.

Key risks

Investors should consider the following risk factors before investing: issuer/credit risk (issuer/financial institution may not pay), market risk (investment value affected by market conditions), operational risk (general business operational risks), maturity profile (timings of investment maturity), liquidity risk (investment in non-readily realisable assets), concentration risk (need for diversification and suitability of investment) and interest rate risk (changes to interest rate affecting income). Please see the fund prospectus for more details.

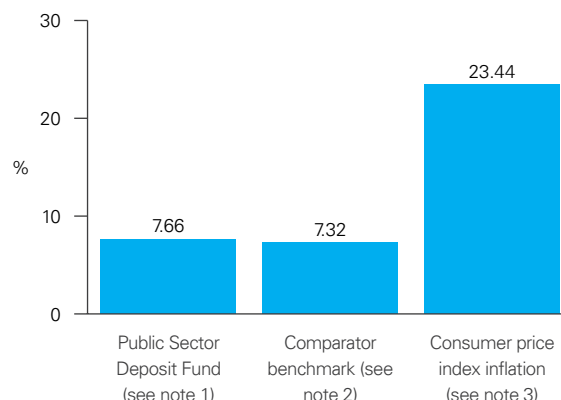
Top 10 counterparty exposures (%)

9.86%	DBS Bank Limited
9.86%	HM Treasury
9.86%	Landesbank Baden-Wuerttemberg
9.86%	National Bank of Canada
9.86%	Yorkshire Building Society
3.71%	Lloyds Bank Corporate Markets plc
3.70%	Nordea Bank AB
3.69%	BNP Paribas
3.43%	Credit Agricole Corporate and Investment Bank
3.43%	MUFG Bank

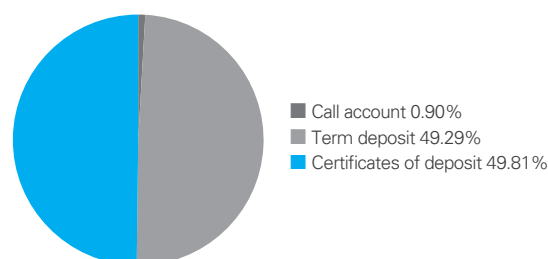
Share class 4 yield as at 31 January 2024

5.27%

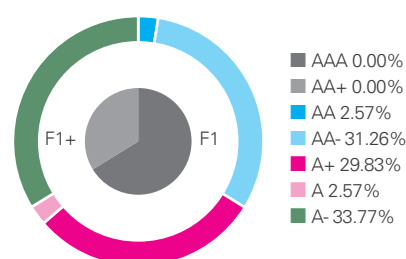
5 years performance



Asset type (%)



Credit rating (%) see note 4



Top 10 country exposures (%)

30.17%	UK
13.29%	Japan
13.29%	Singapore
12.17%	Canada
10.72%	Germany
7.89%	France
3.70%	Finland
2.66%	Netherlands
2.57%	Sweden
1.71%	Belgium

Note 1: Source: CCLA - Performance shown after management fees and other expenses, with the income reinvested. The daily yield on the fund will fluctuate, and past performance is not a reliable indicator of future results. Note 2: From 1 January 2021, the comparator benchmark is the Sterling Overnight Index Average. Before 1 January 2021, the comparator benchmark was the 7-Day Sterling London Interbank Bid Rate. Note 3: consumer price index inflation is lagged one month. Note 4: Using Fitch Ratings methodology.

Income

Average yield over the month	5.27%
Yield at the month-end shown	5.27%

Total return performance by year

12 months to 31 January	2020	2021	2022	2023	2024
The Public Sector Deposit Fund	+0.74%	+0.25%	+0.05%	+1.60%	+4.87%
Comparator benchmark	+0.57%	-0.00%	+0.07%	+1.68%	+4.87%
Relative (difference)	+0.17%	+0.25%	-0.02%	-0.08%	+0.00%

Annualised total return performance

Performance to 31 January	1 year	3 years	5 years
The Public Sector Deposit Fund	+4.87%	+2.15%	+1.49%
Comparator benchmark	+4.87%	+2.19%	+1.42%
Relative (difference)	+0.00%	-0.04%	+0.07%

Performance shown after management fees and other expenses, with the income reinvested. From 1 January 2021, the comparator benchmark is the Sterling Overnight Index Average. Before 1 January 2021, the comparator benchmark was 7-Day Sterling London Interbank Bid Rate. **Past performance is not a reliable indicator of future results.** Source: CCLA

Market update

Official statistics indicated that growth in the US economy had accelerated slightly in the final quarter of 2023, to an annualised rate of 3.3%. Over the year as a whole activity expanded by 3.1%, making it the fastest-growing of the world's advanced economies.

Other major western economies have been faring less well. The eurozone flatlined in the fourth quarter of last year. Some countries including Spain and Italy enjoyed modest expansion but Germany's output, which dominates the European economy, shrank by 0.3% as investment declined in areas such as construction and industrial equipment. The UK has yet to publish official data for the end of 2023 but the latest release from the Office for National Statistics (ONS) indicated that in November, output had been 0.2% higher than a year earlier. Contraction in sectors such as education and construction was offset by growth in travel, leisure and retail among others. The decline in headline consumer price inflation (CPI) in the major western economies took a pause while 'core' CPI, which strips out energy, food and other volatile elements, remains stickier than central banks would like. The UK December's annual headline CPI rate was 4.0% compared with 3.9% in November, while core inflation stuck at 5.1%.

The Bank of England once again held interest rates steady at the highs reached a few months ago of 5.25%. Rate setters have given increasingly strong indications that interest rates would begin to move downwards in the coming months but were keen to impress on markets that they would take a cautious approach to this easing of monetary policy.

Key facts

Authorised corporate director	CCLA Investment Management Limited
Fund size	£1,166m
Fitch money-market fund rating	AAAmf
Weighted average maturity	41.83 days
Launch date	May 2011
Dealing day	Each business day (see note 5)
Withdrawals	On demand
Fund domicile	United Kingdom
ISIN (share class 4)	GB00B3LDFH01
Interest payment frequency	Monthly
Ongoing charges figure	0.08% (see note 6)

Note 5: Dealing instructions (including cleared funds for purchases) must be received by 11:30am.

Note 6: The ongoing charges figure is based on the annual management charge (including portfolio transaction costs).

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