

Responsible Person	Finance Manager
Function	Finance
Date Agreed	March 2022
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Supporting documents	Finance Manual CofE Statement of Ethical Investment Policy – March 2017(revised October 2018) CofE Properties Investment Policy – May 2010 Alcohol Policy Climate Change Policy Pooled funds policy Cathedral Annual Accounts

INVESTMENT POLICY

1. **Introduction**
2. Chapter has agreed to take account the Church of England Statement of Ethical Investment Policy (last revised October 2018) when considering investment
 - 2.1. In line with the Statement the Cathedral will have due regard to the following:
 - It will not invest in any company involved in indiscriminate weaponry. Moreover the Cathedral will not invest in companies involved in conventional weapons if their strategic military supplies exceed 10% of turnover.
 - It will not invest in any company that derives more than 3% of revenues from the production or distribution of pornography or in any company, a major part of whose business activity or focus (defined as more than 10% of group revenues) is tobacco, gambling, non-military firearms, or high interest rate lending.
 - Companies deriving more than 5% of their revenues from alcoholic drinks are only eligible for investment if they meet EIAG standards for responsible marketing and retailing.
 - The climate change policy (2015) does not allow investments in companies that derive more than 10% of revenue from tar sands or thermal coal.

The Cathedral will exclude from its investments:

- Any company that derives more than 10% of their revenue from the production, distribution, or retail of tobacco products.
- Companies that manufacture and supply key products necessary for the production of tobacco products, such as flavouring, filters, roll-paper, machinery and packaging fall under this restriction. E-Cigarettes
- Any company that derives more than 10% of their revenue from the production, distribution, or retail of e-cigarettes
- income from companies deriving more than 25% of turnover from all forms of gambling

2.2. The Cathedral aims to keep a balanced portfolio of investments that is risk averse and appropriate to the purposes of the funds that are represented by them.

2.3. Investments in property are to be either capable of efficient local management or in the form of managed property funds. Performance is measured against income yield on the CBF Property Fund, the property fund managed by CCLA Investment Management Ltd on behalf of the Central Board of Finance of the Church of England.

2.4. Investments held through the Church of England Central Board of Finance are subject to the ethical guidelines issued by the Church of England Ethical Investments Advisory Group (EIAG).

3. Restricted Funds.

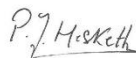
3.1. These funds usually arise from legacies and donations, and are required for spending on defined purposes. The policy is to achieve a balance between capital growth and the ability to realise assets within a given timescale.

4. Unrestricted Funds.

4.1. These funds are used for managing fluctuations in the ordinary operations and to fund future projects. The policy is to achieve a mixed portfolio of assets with capital growth and those providing high yields and easy liquidity.

5. Endowment Funds.

5.1. Where the capital is to be retained, the policy is to achieve long-term income growth, with less emphasis on liquidity.



Signed

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Date:.....28/03/22.....