

CCLA PUBLIC SECTOR
INVESTMENT FUND
ANNUAL REPORT AND
FINANCIAL STATEMENTS

Year ended 31 March 2026

CCLA

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*Collectively, these comprise the Authorised Corporate Director's Report.

^Audited

Disability Discrimination Act 1995

Extracts from the Annual Report and Unaudited Financial Statements are available in large print and audio formats.

REPORT OF THE AUTHORISED CORPORATE DIRECTOR for the year ended 31 March 2026

We are pleased to present the Annual Report and Financial Statements for the CCLA Public Sector Investment Fund (the Company) for the year ended 31 March 2026. The Company is an umbrella company which currently has one Sub-Fund, The Public Sector Deposit Fund (PSDF or Sub-Fund).

Shareholders are not liable for the debts of the Company. A shareholder is not liable to make any further payment to the Company after the purchase price of the shares has been paid.

The scheme property of the Company and PSDF will normally be valued at 12:00pm on each dealing day for the purpose of calculating the price at which shares in the Company may be issued, sold, repurchased or redeemed. The Authorised Corporate Director (ACD) reserves the right to revalue the Company or PSDF at any time, if it considers it desirable to do so.

The Company is a UK Undertaking for Collective Investment in Transferable Securities Scheme (UK UCITS Scheme) constituting a Qualifying Money Market Fund (QMMF); investors should note the restrictions set out in the Prospectus and that the investment objectives and policies must meet the conditions specified in the Financial Conduct Authority's (FCA) definition of a QMMF. PSDF is a short term Low Volatility Net Asset Value Money Market Fund (LVNAV MMF).

The investment objective of PSDF is to maximise the current income consistent with the preservation of principal and liquidity by investing in a diversified portfolio of high quality sterling denominated deposits and instruments. The primary objective is to maintain the net asset value of the Sub-Fund at par (net of earnings). As an LVNAV MMF, shares in PSDF will be issued or redeemed at a price equal to par. Under extreme conditions, if the net asset value (NAV) deviates from par by more than 0.20%, subscriptions and redemptions will be based on the variable NAV (as calculated in accordance with Article 30 of The UK Money Market Funds Regulation (MMF Regulation)).

Further details about the Company and PSDF are contained in the Prospectus which is available from the ACD and on its website www.ccla.co.uk.

Authorised status

The Company is an open ended investment company with variable capital under Regulation 14 (authorisation) of the Open Ended Investment Company Regulations 2001 (OEIC Regulations). The Company was incorporated in England and Wales on 6 December 2010 and is authorised and regulated by the FCA. The Company is classified as a UK UCITS Scheme constituting PSDF which is a QMMF and complies with the FCA's Collective Investment Schemes Sourcebook (COLL Sourcebook).

REPORT OF THE AUTHORISED CORPORATE DIRECTOR for the year ended 31 March 2026

PSDF is a Sub-Fund approved by the FCA as a LVNAV MMF, which is a short term MMF and is authorised as such in accordance with the provisions of the MMF Regulation.

Risk and reward profile

PSDF utilises a Synthetic Risk and Reward Indicator (SRRI) to provide investors with a meaningful indication of the overall risk and reward profile of the Sub-Fund. Further detail is set out in the Risk and Reward Indicator section on page 18.

PSDF – changes in the period

The following changes were made to the PSDF with effect from 1 September 2025.

Share class changes:

- Annual Management Charge (AMC) for share classes 3 and 4 increased to 10bps (from 8bps).
- Share classes 2 and 5 were made available for investment for new non public investors with less than £15 million to invest and to public investors with less than £1 million to invest, respectively (subject to new minimums of £25,000).
- Share class 4 available to new public sector investors with at least £1 million to invest.
- The Ongoing Charges Figure (OCF) ‘cap’ on share classes 2, 3, 4 and 5 was removed.

Other changes:

- *Power to move shareholders between share classes.* The ACD now has the power to effect transfers of investors’ holdings between share classes, subject to a period of notice. This is to ensure investors are in the correct share class based on the minimum holdings required.
- *Unclaimed distributions.* The ACD now has the power to reinvest unclaimed income distributions if they remain unclaimed after three accounting periods following the accounting period in which the distribution(s) was initially paid. This is to ensure investors don’t lose their unclaimed distributions after 6 years which would otherwise be the case.
- *PSDF advisory board:* The PSDF Advisory Board, which provided non-binding guidance to the Fund, was disbanded on 1 September 2025 as the Fund was opened to a wider group of investors, including those outside of the public sector, and as such the Advisory Board will no longer act as an advisor to the fund. The responsibilities previously overseen by the Advisory Board have been absorbed within the Fund’s existing management processes.

REPORT OF THE AUTHORISED CORPORATE DIRECTOR for the year ended 31 March 2026

- *Fund-size dependent future fee reductions.* The provision to automatically give a 10% discount on the AMC if the fund's AUM grew to £3 billion, and a further 10% discount of the AMC if the fund's AUM grew to £4.5 billion has been removed.
- *Local Authorities' Mutual Investment Trust's contribution to the expenses of the fund.* The fund's prospectus provided for this but has been removed (there have been no contributions made and no intention to do so in the future).

Acquisition by Jupiter Fund Management plc

On 2 February 2026, CCLA Investment Management Limited was acquired by Jupiter Fund Management plc. The transaction followed an extensive strategic review and engagement with key stakeholders and is expected to support the long-term sustainability of the business. CCLA will retain its brand, investment philosophy and client service model, while benefiting from access to Jupiter's broader investment capabilities, resources and infrastructure. Planning for operational and regulatory integration commenced in the latter part of 2025 and continues following completion of the transaction.

CCLA remains committed to serving churches, charities and local authorities.

CCLA Investment Management Limited
Authorised Corporate Director
22 June 2026

REPORT OF THE INVESTMENT MANAGER

for the year ended 31 March 2026

Fund Objective and Investment Policy

The investment objective of PSDF is to maximise the current income consistent with the preservation of principal and liquidity by investing in a diversified portfolio of high-quality sterling denominated deposits and instruments. The primary objective is to maintain the net asset value of PSDF at par (net of earnings), this was achieved throughout the reporting period. The shadow NAV, which is permitted under the Money Market Regulation to move within a collar of ± 20 basis points around par, was successfully maintained within this range throughout the period. This was achieved despite the challenging conditions experienced, including periods of market volatility and interest rate uncertainty.

Fund Review

The Fund's AAmmf rating was affirmed on 7 May 2026 by the credit rating agency, Fitch Ratings, who have received twice monthly reporting throughout the period. The rating reflects the Fund's extremely strong capacity to achieve the investment objectives of preserving principal and providing shareholder liquidity through limiting credit, market and liquidity risk. The main drivers of the 'AAmmf' rating are the high credit quality of the portfolio, the limited range of invested security types and the Fund's highly conservative investment guidelines.

The value of the Fund at the end of this reporting period was £994 million, with a weighted average maturity (WAM) of 49.00 days. On 31 March 2025, the beginning of the period, the value of the Fund was £1,547 million and had a WAM of 45.03 days.

The increase in the WAM is a short-term impact of having increased internal funds in the prior year which reduced WAM as the Fund needed to cover any redemptions they required. In the current year the Fund had comparably lower internal holdings. The longer-term strategic positioning of the fund is to maintain a longer maturity profile which reflects a deliberate decision to capture higher yields. By selectively adding longer-dated holdings, we aimed to enhance the Fund's overall yield, while maintaining sufficient short-term liquidity to ensure operational flexibility. Liquidity remains significantly above the regulatory minimums of 10% (overnight) and 30% (weekly) at 44% and 49% respectively, liquidity on 31 March 2025 was 10% (overnight) and 30% (weekly) at 43% and 48% respectively.

The asset allocation at the end of the reporting period was 56% invested in certificates of deposit, 0% in call accounts and the remaining 44% were in overnight term deposits; the allocation on 31 March 2025 was, 58%, 0%, and 42% respectively.

REPORT OF THE INVESTMENT MANAGER for the year ended 31 March 2026

Approach to Sustainability

This product does not have a UK sustainable investment label. Sustainable investment labels help investors find products that have a specific sustainability goal. The PSDF does not use a sustainable investment label because it does not have a sustainability goal. However, the PSDF is managed in line with CCLA's sustainability approach for cash funds which is available at <https://www.ccla.co.uk/about-us/policies-and-reports/policies/sustainability-approach-cash-funds>

CCLA recognises that the investments within the Fund have an impact on the climate and that climate change could influence the performance of investments in the Fund. CCLA has committed to reporting, at least annually, against its approach to sustainability.

This is accomplished via the publication of a product-level sustainability report for each fund it manages. The content of this report aligns with the requirements of the environmental, social and governance (ESG) sourcebook published by the Financial Conduct Authority (FCA) and the recommendations of the Task Force on Climate-Related Financial Disclosures (TCFD).

The fund's Public product-level sustainability report can be found in the individual fund's document section of website <https://www.ccla.co.uk/funds/public-sector-deposit-fund>

Performance

Over the reporting period the Fund (Share Class 4) achieved a total return after management expenses of 4.14%; this was slightly ahead of the Fund's benchmark, the Sterling Overnight Interbank Average Rate (SONIA) which returned 4.09%.

Market Review

Growth in the UK's gross domestic product (GDP) remained modest in 2025, falling from 1.1%, year on year (yoy), in April 2025 to 0.7% yoy in December 2025.

Domestically, higher national insurance rates that came into force in April weighed on economic activity, as did uncertainty about the Chancellor's later-than-usual Autumn Budget on 26 November 2025. Internationally, US tariffs were the main obstacle that weighed on the economy. Together, these headwinds made for a slowdown in manufacturing and lower business and consumer confidence.

REPORT OF THE INVESTMENT MANAGER

for the year ended 31 March 2026

By early 2026, however, growth had returned to 1.0% yoy, as Jaguar Land Rover recovered from a cyberattack in late 2025, exports rose and the service sector returned to strength. At the time, the Office for Budget Responsibility and the International Monetary Fund (IMF) forecast growth of 1.1% to 1.3% for 2026.

Then, in late February, war broke out between the US, Israel and Iran, and UK economic growth faltered. Retail sales grew, but mainly because motorists stocked up on petrol. Consumer and business confidence fell. And the IMF slashed its expectation for UK economic growth to 0.7%–0.8%.

Inflation continued to trend above the Bank of England (BoE)'s 2% target during the 12 months under review, but the BoE cut its Official Bank Rate (OBR) three times:

- Despite modest economic growth in 2025, UK consumer price (CPI) inflation rose from 2.6% year on year (yoy) in March 2025, to 3.8% in July, August and September. Increases in the government-mandated Living Wage contributed to this increase, as did the increase in national insurance rates. Price caps for energy and water bills also rose, council tax increased and even food price inflation began to rise again. Despite rising inflation, the BoE cut its OBR twice, in May and August, to 4.00%.

- Between October 2025 and February 2026, CPI inflation fell from 3.6% yoy to 3.0% as prices for food and fuel eased, and the labour market cooled. In December 2025, the BoE cut its OBR to 3.75%. Market expectations at that time were for the Bank to cut OBR to 3.50% by the second half of 2026.

- Then, on the last day of February, the US and Israel struck Iran, which promptly retaliated. As a result of this war and of the ensuing Persian Gulf blockade, prices for Brent Crude oil rose from \$61 per barrel at the start of 2026 to \$105 at the end of March. Higher energy prices raised inflation to 3.3% yoy in March. The BoE adopted a hold-and-wait approach, to gauge the longer-term impact of this conflict. But instead of further rate cuts, as expected at the start of the year, discussions turned to the possibility of rate hikes in 2026.

The most relevant short-term commercial interest rate for the money market in which the fund operates is daily Sterling Overnight Index Average (SONIA). That is the average interest rate at which banks borrow overnight funds from other institutions, as checked and calculated by the BoE. SONIA fell from 4.4554% on 31 March 2025 to 3.7296% on 31 March 2026. Over the 12 months under review, the fund's yield fell, in line with OBR, from 4.5013% at the end of March 2025 to 3.7493% at the end of March 2026.

REPORT OF THE INVESTMENT MANAGER for the year ended 31 March 2026

Outlook

Global macroeconomic developments continue to shape expectations for the future path of Bank Rate, with the easing cycle observed since mid-2024 now appearing to be on hold, if not concluded. The ongoing conflict in the Middle East, and associated disruption to oil supply, is expected to add to inflationary pressures, particularly if prolonged. A more persistent or disruptive scenario would increase the likelihood of a rate rise in the second half of 2026; however, at present, the Monetary Policy Committee is expected to maintain Bank Rate at 3.75% in the near term while assessing the depth and persistence of these effects.

Domestically, political pressure on Prime Minister Keir Starmer has increased following the May local elections, raising further questions over the durability of the current administration. Combined with a subdued economic backdrop, this adds uncertainty to the trajectory of the UK's fiscal outlook.

CCLA Investment Management Limited
22 June 2026

STATEMENT OF DEPOSITARY RESPONSIBILITIES AND REPORT OF THE DEPOSITARY for the year ended 31 March 2026

Depositary Responsibilities

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228), as amended, the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Company's Instrument of Incorporation and Prospectus (together "the Scheme documents") as detailed below.

The Depositary must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Company and its investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Company in accordance with the Regulations.

The Depositary must ensure that:

- the Company's cash flows are properly monitored and that cash of the Company is booked into the cash accounts in accordance with the Regulations;
- the sale, issue, repurchase, redemption and cancellation of shares are carried out in accordance with the Regulations;
- the value of shares of the Company are calculated in accordance with the Regulations;

- any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- the Company's income is applied in accordance with the Regulations; and
- the instructions of the Authorised Corporate Director ("the ACD"), which is the UCITS Management Company, are carried out (unless they conflict with the Regulations).

The Depositary also has a duty to take reasonable care to ensure that the Company is managed in accordance with the Regulations and Scheme documents in relation to the investment and borrowing powers applicable to the Company.

Report of the Depositary

Having carried out such procedures as we consider necessary to discharge our responsibilities as depositary of the Company, it is our opinion, based on the information available to us and the explanations provided, that in all material respects the Company, acting through the ACD:

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's income in accordance with the Regulations and the Scheme documents of the Company; and

STATEMENT OF DEPOSITARY RESPONSIBILITIES
AND REPORT OF THE DEPOSITARY
for the year ended 31 March 2026

(ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

The report is given on the basis that no breaches are subsequently advised to us before the distribution date. We therefore reserve the right to amend the report in the light of such circumstances.

HSBC Bank plc
Trustee and Depositary Services
8 Canada Square
London E14 5HQ
HSBC Bank plc is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority
22 June 2026

RESPONSIBILITIES OF AND CERTIFICATION OF THE FINANCIAL STATEMENTS BY THE AUTHORISED CORPORATE DIRECTOR for the year ended 31 March 2026

Statement of the ACD's Responsibilities

The ACD is responsible for managing and administering the Company's affairs in accordance with the OEIC Regulations, the FCA Rules, the UCITS Directive and the MMF Regulation (together "Regulations"). Under the terms of the ACD Agreement, the ACD is to provide or procure investment management, administrative, accounting, company secretarial and registrar services to the Company.

The ACD is required to prepare Financial Statements for each accounting period which give a true and fair view of the financial affairs of the Company, its net revenue and net capital losses on the property of the Company for the year.

In preparing the financial statements, the ACD is required to:

- select suitable accounting policies that are appropriate for PSDF and apply them on a consistent basis;
- comply with the disclosure requirements of FRS 102;
- comply with the Instrument of Incorporation and the requirements of the Statement of Recommended Practice: "Financial Statements of Authorised Funds", issued by The Investment Association in May 2014 (and amended in June 2017);
- follow United Kingdom Generally Accepted Accounting Practices (UK accounting standards and applicable law);
- make judgements and estimates that are reasonable and prudent;

- keep proper accounting records which enable it to demonstrate that the Company complies with the Regulations; and
- prepare the Financial Statements on the going concern basis, unless it is inappropriate to presume that PSDF will continue in operation.

The financial statements should comply with the disclosure requirements of the OEIC Regulations, which should then comply with the COLL Sourcebook and any relevant provisions of the Company's Instrument of Incorporation.

The ACD is responsible for maintaining proper books of accounts which disclose, with reasonable accuracy at any time, the financial position of the Company. The ACD is responsible for maintaining an appropriate system of internal controls and for taking all reasonable steps for the prevention and detection of fraud and other irregularities.

Certification of the financial statements by the ACD

This report is certified in accordance with the requirements of the COLL Sourcebook and was approved for publication on 22 June 2026 by the ACD.

P Hugh Smith
Director
22 June 2026

R Horlick
Director
22 June 2026

INDEPENDENT AUDITORS' REPORT

to the Shareholders of the CCLA Public Sector Investment Fund

Report on the audit of the financial statements*Opinion*

In our opinion the financial statements of CCLA Public Sector Investment Fund (the 'company'):

- give a true and fair view of the financial position of the sub-fund as at 31 March 2026 and of the net revenue and the net capital losses on the property of the sub-fund for the year ended 31 March 2026; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", the Statement of Recommended Practice "Financial Statements of UK Authorised Funds", the rules in the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

We have audited the financial statements which comprise for the sub-fund:

- the statement of total return;
- the statement of change in net assets attributable to shareholders;
- the balance sheet;
- the distribution table; and
- the individual notes 1 to 16.

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), the Statement of Recommended Practice: "Financial Statements of UK Authorised Funds" issued by the Investment Association in May 2014 (and amended in June 2017), the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

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 company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (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.

INDEPENDENT AUDITORS' REPORT

to the Shareholders of the CCLA Public Sector Investment Fund

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the ACD's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the ACD with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The ACD is responsible for the other information contained within the annual report. 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.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Responsibilities of depositary and ACD

As explained more fully in the depositary's responsibilities statement and the ACD's responsibilities statement, the depositary is responsible for the safeguarding the property of the company and the ACD is 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 ACD determines 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 ACD is responsible for assessing the company'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 ACD either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT

to the Shareholders of the CCLA Public Sector Investment Fund

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 FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We considered the nature of the company's industry and its control environment, and reviewed the company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management and those charged with governance about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory framework that the company operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included the Collective Investment Schemes Sourcebook and relevant tax legislation; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. These included the Open-Ended Investment Companies Regulations 2001.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

INDEPENDENT AUDITORS' REPORT

to the Shareholders of the CCLA Public Sector Investment Fund

As a result of performing the above, we identified the greatest potential for fraud in the valuation and existence of investments due to its significance to the net asset values of the sub-fund. In response we have: assessed the applied valuation methodologies; agreed investment holdings to independent confirmations; and agreed investment valuations to reliable independent sources.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance.

Report on other legal and regulatory requirements

Opinions on other matters prescribed by the Collective Investment Schemes Sourcebook

In our opinion:

- proper accounting records for the company and its sub-fund have been kept and the financial statements are in agreement with those records;
- we have received all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit; and
- the information disclosed in the annual report for the year ended 31 March 2026 for the purpose of complying with Paragraph 4.5.9R of the Collective Investment Schemes Sourcebook is consistent with the financial statements.

INDEPENDENT AUDITORS' REPORT**to the Shareholders of the CCLA Public Sector Investment Fund***Use of our report*

This report is made solely to the company's shareholders, as a body, in accordance with Paragraph 4.5.12R of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority. Our audit work has been undertaken so that we might state to the company's shareholders 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 company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Deloitte LLP
Statutory Auditor
Glasgow, United Kingdom
22 June 2026

THE PUBLIC SECTOR DEPOSIT FUND RISK AND REWARD INDICATOR

PSDF utilises a Synthetic Risk and Reward Indicator (SRRI) to provide investors with a meaningful indication of the overall risk and reward profile of the Sub-Fund. The SRRI operates on a scale of 1 (lower risk/reward) to 7 (higher risk/reward). The risk and reward rating is based on historical data and may not be a reliable indicator of future risks or rewards. The risk category shown is not guaranteed and may shift over time. The lowest category does not mean 'risk free'.



PSDF SRRI is 1; this is due to the objective of maintaining the share price at par and the low range and frequency of price movements (volatility) of the underlying investments that it targets.

Please refer to the Sub-Fund's Key Investor Information Document for further information on the SRRI.

A more detailed description of risk factors that apply to PSDF is set out in the latest Prospectus available on CCLA's website or by request.

THE PUBLIC SECTOR DEPOSIT FUND
COMPARATIVE TABLE

Change in net assets per Share

	Year ended 31.03.2026 £ per Share	Share Class 1 Year ended 31.03.2025 £ per Share	Year ended 31.03.2024 £ per Share
Opening net asset value per Share	1.0000	1.0000	1.0000
Return before operating charges*	0.0419	0.0520	0.0519
Operating charges	(0.0001)	(0.0001)	(0.0001)
Return after operating charges*	0.0418	0.0519	0.0518
Distributions on Income Shares	(0.0418)	(0.0519)	(0.0518)
Closing net asset value per Share	1.0000	1.0000	1.0000
* after direct transaction costs of:	—	—	—

Performance

Return after charges	4.18%	5.19%	5.18%
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Other information

Closing net asset value (£'000)	168,076	665,586	207,361
Closing number of Shares	168,126,847	665,517,267	207,225,530
Operating charges**	0.01%	0.01%	0.01%
Direct transaction costs	0.00%	0.00%	0.00%

Prices (£ per Share)

Highest Share price (offer)***	1.00	1.00	1.00
Lowest Share price (bid)***	1.00	1.00	1.00

The return after charges has been calculated in accordance with the Statement of Recommended Practice for UK Authorised Funds' (SORP) prescribed calculation methodology. This is for financial statement reporting purposes only and may differ from the Sub-Fund's performance disclosed in the Report of the Investment Manager.

** Operating charges comprises of other expenses. The percentages above reflect these charges divided by average net assets for the year.

*** The Sub-Fund does not have a dealing spread.

THE PUBLIC SECTOR DEPOSIT FUND
COMPARATIVE TABLE

Change in net assets per Share (continued)

	Share Class 2 [^] Year ended 31.03.2026 £ per Share
Opening net asset value per Share	1.0000
Return before operating charges*	0.0419
Operating charges	(0.0010)
Return after operating charges*	0.0409
Distributions on Income Shares	(0.0409)
Closing net asset value per Share	1.0000
* after direct transaction costs of:	—

Performance

Return after charges	4.09%
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Other information

Closing net asset value (£'000)	15,139
Closing number of Shares	15,144,892
Operating charges**	0.21%
Direct transaction costs	0.00%

Prices (£ per Share)

Highest Share price (offer)***	1.00
Lowest Share price (bid)***	1.00

The return after charges has been calculated in accordance with the Statement of Recommended Practice for UK Authorised Funds' (SORP) prescribed calculation methodology. This is for financial statement reporting purposes only and may differ from the Sub-Fund's performance disclosed in the Report of the Investment Manager.

** Operating charges comprise the ACD's periodic charge and other expenses at the contract rate. The percentages above reflect these ongoing charges at the contractual rate divided by average net assets for the period/year.

*** The Sub-Fund does not have a dealing spread.

[^] On 16 October 2025, Class 2 Shares – Income were relaunched.

THE PUBLIC SECTOR DEPOSIT FUND
COMPARATIVE TABLE

Change in net assets per Share (continued)

	Year ended 31.03.2026 £ per Share	Share Class 3 Year ended 31.03.2025 £ per Share	Year ended 31.03.2024 £ per Share
Opening net asset value per Share	1.0000	1.0000	1.0000
Return before operating charges*	0.0419	0.0520	0.0265
Operating charges	(0.0010)	(0.0008)	(0.0004)
Return after operating charges*	0.0409	0.0512	0.0261
Distributions on Income Shares	(0.0409)	(0.0512)	(0.0261)
Closing net asset value per Share	1.0000	1.0000	1.0000
* after direct transaction costs of:	—	—	—

Performance

Return after charges	4.09%	5.12%	2.61%
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Other information

Closing net asset value (£'000)	61,701	38,859	14,164
Closing number of Shares	61,720,000	38,853,016	14,168,306
Operating charges**	0.11%	0.08%	0.08%
Direct transaction costs	0.00%	0.00%	0.00%

Prices (£ per Share)

Highest Share price (offer)***	1.00	1.00	1.00
Lowest Share price (bid)***	1.00	1.00	1.00

The return after charges has been calculated in accordance with the Statement of Recommended Practice for UK Authorised Funds' (SORP) prescribed calculation methodology. This is for financial statement reporting purposes only and may differ from the Sub-Fund's performance disclosed in the Report of the Investment Manager.

** Operating charges comprise the ACD's periodic charge and other expenses at the contract rate. The percentages above reflect these ongoing charges at the contractual rate divided by average net assets for the period/year. From 1 September 2025, the AMC increased from 0.08% (inclusive of all other ongoing charges) to 0.10% (not inclusive of all other ongoing charges).

*** The Sub-Fund does not have a dealing spread.

THE PUBLIC SECTOR DEPOSIT FUND
COMPARATIVE TABLE

Change in net assets per Share (continued)

	Year ended 31.03.2026 £ per Share	Share Class 4 Year ended 31.03.2025 £ per Share	Year ended 31.03.2024 £ per Share
Opening net asset value per Share	1.0000	1.0000	1.0000
Return before operating charges*	0.0419	0.0520	0.0519
Operating charges	(0.0010)	(0.0008)	(0.0008)
Return after operating charges*	0.0409	0.0512	0.0511
Distributions on Income Shares	(0.0409)	(0.0512)	(0.0511)
Closing net asset value per Share	1.0000	1.0000	1.0000
* after direct transaction costs of:	—	—	—

Performance

Return after charges	4.09%	5.12%	5.11%
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Other information

Closing net asset value (£'000)	738,235	842,067	648,843
Closing number of Shares	738,472,723	841,980,140	648,827,294
Operating charges**	0.11%	0.08%	0.08%
Direct transaction costs	0.00%	0.00%	0.00%

Prices (£ per Share)

Highest Share price (offer)***	1.00	1.00	1.00
Lowest Share price (bid)***	1.00	1.00	1.00

The return after charges has been calculated in accordance with the Statement of Recommended Practice for UK Authorised Funds' (SORP) prescribed calculation methodology. This is for financial statement reporting purposes only and may differ from the Sub-Fund's performance disclosed in the Report of the Investment Manager.

** Operating charges comprise the ACD's periodic charge and other expenses at the contract rate. The percentages above reflect these ongoing charges at the contractual rate divided by average net assets for the period/year. From 1 September 2025, the AMC increased from 0.08% (inclusive of all other ongoing charges) to 0.10% (not inclusive of all other ongoing charges).

*** The Sub-Fund does not have a dealing spread.

THE PUBLIC SECTOR DEPOSIT FUND

COMPARATIVE TABLE

Change in net assets per Share

	Share Class 5 [^] Year ended 31.03.2026 £ per Share
Opening net asset value per Share	1.0000
Return before operating charges*	0.0419
Operating charges	(0.0010)
Return after operating charges*	0.0409
Distributions on Income Shares	(0.0409)
Closing net asset value per Share	1.0000
* after direct transaction costs of:	—

Performance

Return after charges	4.09%
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Other information

Closing net asset value (£'000)	11,300
Closing number of Shares	11,303,997
Operating charges**	0.21%
Direct transaction costs	0.00%

Prices (£ per Share)

Highest Share price (offer)***	1.00
Lowest Share price (bid)***	1.00

The return after charges has been calculated in accordance with the Statement of Recommended Practice for UK Authorised Funds' (SORP) prescribed calculation methodology. This is for financial statement reporting purposes only and may differ from the Sub-Fund's performance disclosed in the Report of the Investment Manager.

** Operating charges comprise the ACD's periodic charge and other expenses at the contract rate. The percentages above reflect these ongoing charges at the contractual rate divided by average net assets for the period/year.

*** The Sub-Fund does not have a dealing spread.

[^] On 14 October 2025, Class 5 Shares – Income were relaunched.

THE PUBLIC SECTOR DEPOSIT FUND

PORTFOLIO STATEMENT

at 31 March 2026

	Holding £'000	value £'000	% of total net assets
Certificates of Deposit – 56.08% (31.03.2025, 57.78%)			
ABN AMRO Bank 0% CD 05/11/2025 – 06/05/2026	10,000	9,962	1.00
ABN AMRO Bank 0% CD 04/03/2026 – 04/06/2026	10,000	9,935	1.00
ABN AMRO Bank 0% CD 10/03/2026 – 02/07/2026	5,000	4,948	0.50
Bank of Montreal London 0% CD 10/02/2026 – 28/04/2026	10,000	9,972	1.00
Bank of Montreal London 0% CD 16/03/2026 – 16/03/2027	5,000	4,787	0.48
Bank of Montreal London 4.20% CD 03/10/2025 – 05/10/2026	5,000	4,995	0.50
Bank of Nova Scotia 3.94% CD 16/03/2026 – 19/06/2026	5,000	4,999	0.50
Bank of Nova Scotia 3.99% CD 17/03/2026 – 17/06/2026	10,000	9,999	1.01
BNP Paribas London 4.03% CD 15/12/2025 – 15/04/2026	10,000	10,000	1.01
BNP Paribas London 4.19% CD 06/10/2025 – 08/04/2026	10,000	10,000	1.01
Citibank 0% CD 05/01/2026 – 06/07/2026	10,000	9,894	0.99
Citibank 3.90% CD 16/01/2026 – 17/07/2026	5,000	4,997	0.50
Commonwealth Bank 3.91% CD 09/03/2026 – 05/01/2027	5,000	4,978	0.50
Credit Agricole 3.93% CD 19/01/2026 – 14/07/2026	10,000	9,996	1.01
Credit Agricole 3.98% CD 06/01/2026 – 08/07/2026	10,000	10,002	1.01
Credit Agricole 4.02% CD 08/12/2025 – 08/05/2026	10,000	10,000	1.01
Credit Agricole 4.06% CD 12/11/2025 – 12/05/2026	10,000	10,000	1.01
Credit Industrial et Commercial 3.79% CD 17/03/2026 – 20/04/2026	5,000	5,000	0.50
Credit Industrial et Commercial 3.90% CD 09/02/2026 – 10/08/2026	2,000	1,998	0.20
Credit Industrial et Commercial 3.90% CD 09/02/2026 – 10/08/2026	4,300	4,295	0.43
Credit Industrial et Commercial 3.91% CD 21/01/2026 – 21/05/2026	10,000	10,000	1.01
Credit Industrial et Commercial 4.41% CD 30/05/2025 – 30/04/2026	2,150	2,150	0.22
Danske Bank 4.30% CD 13/05/2025 – 12/05/2026	5,000	5,001	0.50
DNB Bank ASA London 4.05% CD 03/11/2025 – 05/05/2026	10,000	10,000	1.01
DZ Bank AG 4.11% CD 21/10/2025 – 21/04/2026	10,000	10,000	1.01
DZ Bank AG 4.20% CD 09/05/2025 – 08/05/2026	8,800	8,799	0.88

THE PUBLIC SECTOR DEPOSIT FUND

PORTFOLIO STATEMENT

at 31 March 2026

	Holding £'000	value £'000	% of total net assets
Handelsbanken 3.87% CD 15/01/2026 – 15/07/2026	10,000	9,994	1.00
Handelsbanken 3.87% CD 16/01/2026 – 16/07/2026	10,000	9,991	1.00
Leeds Building Society 3.74% CD 27/03/2026 – 02/04/2026	25,000	25,000	2.51
Lloyds Bank Corporate Markets 3.93% CD 07/01/2026 – 06/08/2026	10,000	9,992	1.00
Lloyds Bank Corporate Markets 3.93% CD 07/01/2026 – 07/08/2026	10,000	9,988	1.00
Lloyds Bank Corporate Markets 3.93% CD 09/02/2026 – 09/02/2027	5,000	4,971	0.50
Lloyds Bank Corporate Markets 4.00% CD 10/03/2026 – 08/03/2027	5,000	4,970	0.50
Lloyds Bank Corporate Markets 4.15% CD 15/08/25 – 15/05/26	5,000	5,000	0.50
Lloyds Bank Corporate Markets 4.20% CD 13/10/2025 – 13/07/2026	5,000	5,002	0.50
Lloyds Bank Corporate Markets 4.22% CD 01/09/2025 – 01/09/2026	5,000	4,998	0.50
Mizuho Bank 0% CD 08/01/2026 – 08/04/2026	4,000	3,997	0.40
Mizuho Bank 3.99% CD 18/03/2026 – 23/06/2026	5,000	5,001	0.50
MUFG 3.86% CD 06/03/2026 – 08/06/2026	10,000	10,000	1.01
MUFG 3.88% CD 10/03/2026 – 13/05/2026	10,000	10,000	1.01
NatWest Bank 0% CD 07/10/2025 – 07/04/2026	5,000	4,997	0.50
NatWest Bank 3.94% CD 06/01/2026 – 10/07/2026	10,000	9,997	1.01
NatWest Markets 0% CD 15/09/2025 – 01/09/2026	5,000	4,913	0.49
NatWest Markets 0% CD 06/11/2025 – 02/11/2026	10,000	9,748	0.98
NatWest Markets 4.20% CD 03/09/2025 – 03/07/2026	10,000	10,002	1.01
NatWest Markets 4.30% CD 13/06/2025 – 15/06/2026	5,000	5,002	0.50
Nordea Bank 0% CD 20/10/2025 – 22/06/2026	5,000	4,955	0.50
Nordea Bank 0% CD 16/03/2026 – 09/06/2026	10,000	9,926	1.00
Nordea Bank 4.04% CD 11/12/2025 – 04/01/2027	5,000	4,979	0.50
Overseas Chinese Banking Corporation 0% CD 16/02/2026 – 18/05/2026	10,000	9,952	1.00
Santander UK 0% CD 09/01/2026 – 10/04/2026	10,000	9,990	1.00
Santander UK 3.92% CD 12/01/2026 – 26/05/2026	10,000	10,000	1.01

THE PUBLIC SECTOR DEPOSIT FUND
 PORTFOLIO STATEMENT
 at 31 March 2026

	Holding £'000	value £'000	% of total net assets
Skandinaviska Enskilda Banken AB 3.90% CD 09/01/2026 – 09/10/2026	5,000	4,987	0.50
Skandinaviska Enskilda Banken AB 4.04% CD 16/03/2026 – 16/09/2026	5,000	4,997	0.50
SMBC Bank International 0% CD 09/01/2026 – 09/07/2026	10,000	9,889	0.99
SMBC Bank International 3.84% CD 10/02/2026 – 26/06/2026	10,000	9,997	1.01
SMBC Bank International 3.84% CD 10/02/2026 – 29/06/2026	10,000	9,997	1.01
SMBC Bank International 4.02% CD 10/12/2025 – 11/05/2026	10,000	10,000	1.01
Societe Generale 3.79% CD 16/02/2026 – 01/06/2026	1,000	999	0.10
Societe Generale 3.95% CD 15/01/2026 – 17/04/2026	10,000	10,000	1.01
Societe Generale 4.23% CD 22/09/2025 – 22/06/2026	2,000	2,001	0.20
Standard Chartered 0% CD 20/01/2026 – 20/01/2027	5,000	4,821	0.48
Standard Chartered 3.90% CD 13/01/26 – 13/01/27	5,000	4,973	0.50
Standard Chartered 3.91% CD 16/01/2026 – 15/01/2027	5,000	4,973	0.50
Standard Chartered 4.16% CD 01/08/2025 – 03/08/2026	10,000	9,994	1.00
Sumitomo Trust & Banking 3.96% CD 15/01/2026 – 16/04/2026	10,000	10,000	1.01
Toronto Dominion Bank 3.78% CD 23/02/2026 – 29/05/2026	5,000	5,000	0.50
Toronto Dominion Bank 4.15% CD 07/07/2025 – 07/07/2026	5,000	4,999	0.50
Toronto Dominion Bank 4.33% CD 10/06/2025 – 10/06/2026	5,000	5,000	0.50
UBS 4.06% CD 10/11/2025 – 09/11/2026	5,000	4,986	0.50
United Overseas Bank 4.03% CD 06/11/2025 – 09/04/2026	10,000	10,000	1.01
United Overseas Bank 4.05% CD 04/11/2025 – 07/05/2026	10,000	10,000	1.01
United Overseas Bank 4.16% CD 13/10/2025 – 14/04/2026	10,000	10,000	1.01

THE PUBLIC SECTOR DEPOSIT FUND

PORTFOLIO STATEMENT

at 31 March 2026

	Holding £'000	value £'000	% of total net assets
Term Deposits – 43.74% (31.03.2025, 42.16%)			
Australia and New Zealand Banking Group Limited 1 Apr 2026	90,000	90,000	9.05
HM Treasury 1 Apr 2026	85,000	85,000	8.55
Landesbank Baden-Weurtemberg 1 Apr 2026	90,000	90,000	9.05
National Bank of Canada 1 Apr 2026	80,000	80,000	8.04
Yorkshire Building Society 1 Apr 2026	90,000	90,000	9.05
INVESTMENT ASSETS		992,685	99.82
NET OTHER ASSETS		1,765	0.18
TOTAL NET ASSETS		994,450	100.00

THE PUBLIC SECTOR DEPOSIT FUND
STATEMENT OF TOTAL RETURN
for the year ended 31 March 2026

		Year ended 31.03.2026		Year ended 31.03.2025	
	Note	£'000	£'000	£'000	£'000
Income					
Net capital (losses)/gains	2		(480)		15
Revenue	3	66,204		75,300	
Expenses	4	(1,264)		(992)	
Net revenue before taxation		64,940		74,308	
Taxation	5	–		–	
Net revenue after taxation			64,940		74,308
Total return before distributions			64,460		74,323
Distributions	6		(64,940)		(74,308)
Change in net assets attributable to Shareholders from investment activities			(480)		15

THE PUBLIC SECTOR DEPOSIT FUND
STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 31 March 2026

	Year ended 31.03.2026		Year ended 31.03.2025	
	£'000	£'000	£'000	£'000
Opening net assets attributable to Shareholders		1,546,512		870,368
Amounts receivable on issue of Shares	8,758,444		10,285,669	
Amounts payable on cancellation of Shares	(9,310,026)		(9,609,540)	
		(551,582)		676,129
Change in net assets attributable to Shareholders from investment activities		(480)		15
Closing net assets attributable to Shareholders		994,450		1,546,512

The notes on pages 30 to 40 and the distribution table on page 41 form part of these financial statements.

THE PUBLIC SECTOR DEPOSIT FUND

BALANCE SHEET

at 31 March 2026

	Note	31.03.2026		31.03.2025	
		£'000	£'000	£'000	£'000
ASSETS					
Fixed assets:					
Investments			992,685		1,545,636
Current assets:					
Debtors	7	5,304		7,343	
Cash and bank balances	8	332		343	
Total current assets			5,636		7,686
Total assets			998,321		1,553,322
LIABILITIES					
Creditors:					
Other creditors	9	123		103	
Distribution payable		3,748		6,707	
Total creditors			3,871		6,810
Total liabilities			3,871		6,810
Net assets attributable to Shareholders			994,450		1,546,512

The financial statements on pages 28 to 41 have been approved and authorised for issue by the Authorised Corporate Director.

Approved on behalf of the
Authorised Corporate Director
22 June 2026

P Hugh Smith, Director
CCLA Investment Management Limited

Approved on behalf of the
Authorised Corporate Director
22 June 2026

R Horlick, Director
CCLA Investment Management Limited

The notes on pages 30 to 40 and the distribution table on page 41 form part of these financial statements.

THE PUBLIC SECTOR DEPOSIT FUND
NOTE TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2026

1. Accounting policies

(a) Basis of preparation

The financial statements of the Company which comprise the financial statements of its Sub-Fund have been prepared on a going concern basis, in compliance with UK GAAP including FRS 102 “The Financial Reporting Standard applicable in the United Kingdom and Ireland”, and in accordance with the Statement of Recommended Practice for UK Authorised Funds (SORP) issued by The Investment Association in May 2014 (and amended in June 2017), the Scheme and the COLL Sourcebook. The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments, where applicable.

The Sub-Fund is exempt from preparing a statement of cash flows under FRS 102 as substantially all of the Sub-Fund’s investments are highly liquid, substantially all of the Sub-Fund’s investments are carried at market value and the Sub-Fund provides a statement of change in net assets.

As stated in the Statement of the ACD’s responsibilities in relation to the report and financial statements of the Company on page 12, the ACD continues to adopt the going concern basis in the preparation of the financial statements of the Sub-Fund for at least 12 months from the date of approval of the financial statements. The ACD is of the opinion that the Company has sufficient financial resources and robust business continuity plans in place to continue as a going concern.

(b) Valuation of investments

The Sub-Fund’s investments are valued on a mark to market basis whenever possible, in which case the relevant asset will be valued at the more prudent side of bid and offer unless the asset can be closed out at mid-market using good quality data; or on a mark to model basis when using the mark to market basis is not possible or the market data is not of sufficient quality.

In addition to the above methods, the Sub-Fund’s investments may be valued using the amortised cost method provided that the relevant assets have a residual maturity of up to 75 days; and the price of the asset valued by using the amortised cost method does not vary from the mark to market or mark to model valuation by more than 10 basis points.

(c) Recognition of revenue

Interest on bank, building society and QMMF deposits are accrued on a daily basis. The revenue on debt securities is recognised on the effective yield basis which takes account of the amortisation of any discounts or premiums arising on the purchase price, compared to the final maturity value, over the remaining life of the security.

THE PUBLIC SECTOR DEPOSIT FUND
 NOTE TO THE FINANCIAL STATEMENTS
 for the year ended 31 March 2026

1. Accounting policies (continued)

(d) Expenses

The annual management charge (“AMC”) accrues daily and is calculated by daily reference to the NAV of the Sub-Fund. It is payable monthly within 10 business days after the last business day in each month and is exclusive of VAT (which, if payable, will apply in addition). It is calculated by reference to the NAV of the relevant share class.

Up to 1 September 2025 the AMC covers the provision of investment services and other expenses incurred by the ACD. Audit fees, insurance, bank charges, monitoring fee, FCA fee, credit rating fee and the custody fee are charged separately to the revenue of the Sub-Fund before calculation of the interest distribution.

Up to 1 September 2025, for all share classes except Share Class 1 where no AMC is charged, the AMC is inclusive of all other Sub-Fund expenses. From 1 September 2025, for all share classes except Share Class 1 where no AMC is charged, the AMC is not inclusive of any other Sub-Fund expenses.

The Depositary receives for its own account a periodic fee which accrues daily on the last business day in each calendar month in respect of that day and the period since the last business day in the preceding month and is payable within 10 business days after the last business day in each month. The rate of the periodic fee is agreed between the ACD and the Depositary for the PSDF.

(e) Distributions

In relation to Class 1 to 5 Shares, the ACD intends to declare all net revenue of the PSDF on each Dealing Day as an interest distribution to shareholders on the register of members as at the close of business on the relevant Dealing Day. All distributions by the Sub-Fund are deemed to be payments of yearly interest. The Sub-Fund is then entitled to deduct as an expense distributions paid from revenue received when computing its own tax liability. Distributions will be declared daily and payable monthly on or around the first working day of the following month. The daily net revenue before the ACD charge is distributed based on the proportionate holding of each share class net of the relevant direct share class expense.

In accordance with regulations, costs and expenses are accrued at Sub-Fund level with allocations for any Company costs made on a pro rata basis in accordance with the value of the Sub-Fund at the time of allocation. Due to the daily allocation of revenue by the Sub-Fund, no element of revenue is included in the calculation of the price of a share and hence no equalisation is applied.

THE PUBLIC SECTOR DEPOSIT FUND
NOTE TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2026

2. Net capital (losses)/gains

	31.03.2026 £'000	31.03.2025 £'000
Unrealised (losses)/gains on assets	(480)	15
	(480)	15

3. Revenue

	31.03.2026 £'000	31.03.2025 £'000
Interest on debt securities	38,124	45,386
Interest from money market deposits	28,079	29,914
Miscellaneous Income	1	—
	66,204	75,300

4. Expenses

	31.03.2026 £'000	31.03.2025 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge – see note 1(d)	1,055	829
	1,055	829
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary fee	84	84
Safe custody fee	37	38
	121	122
Other expenses:		
Fitch ratings fee	15	16
Fund administration fee	62	13
Audit fee	11	12
	88	41
Total expenses	1,264	992

The above expenses include VAT, where applicable. Audit fee net of VAT is £9,400 (31.03.2025, £9,100).

THE PUBLIC SECTOR DEPOSIT FUND
NOTE TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2026

5. Taxation

(a) Analysis of tax charge for the year

There is no provision for corporation tax as taxable revenue is fully covered by allowable expenses and deductible interest distributions.

(b) Factors affecting current tax charge for the year

	31.03.2026 £'000	31.03.2025 £'000
The taxation assessed during the year is lower than the standard rate of corporation tax in the UK for an open ended investment company:		
Net revenue before taxation	64,940	74,308
Corporation tax at 20%	12,988	14,862
Effects of:		
Tax deductible interest distributions	(12,988)	(14,862)
Total taxation	–	–

(c) Deferred tax

At the balance sheet date the Sub-Fund had no excess ACD expenses (31.03.25, £nil). Were there to be excess ACD expenses, a potential deferred tax asset would arise.

THE PUBLIC SECTOR DEPOSIT FUND
NOTE TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2026

6. Distributions

Distributions take account of revenue received on the issue of Shares and revenue deducted on the cancellation of Shares, and comprise:

	31.03.2026 £'000	31.03.2025 £'000
April	6,453	5,187
May	6,815	6,194
June	6,390	6,151
July	6,636	6,870
August	6,147	6,793
September	5,268	6,345
October	5,304	6,346
November	4,914	6,075
December	4,568	5,699
January	4,739	5,962
February	3,958	5,979
March	3,748	6,707
Total distributions	64,940	74,308

Details of the distribution per Share are set out in the distribution table on page 41.

7. Debtors

	31.03.2026 £'000	31.03.2025 £'000
Accrued revenue	5,297	7,337
Prepayments	7	6
	5,304	7,343

8. Cash and bank balances

	31.03.2026 £'000	31.03.2025 £'000
Cash at bank	332	343

THE PUBLIC SECTOR DEPOSIT FUND
NOTE TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2026

9. Creditors

	31.03.2026 £'000	31.03.2025 £'000
Accrued ACD periodic charge	82	63
Accrued audit fee	11	11
Accrued depositary fee	13	16
Accrued safe custody fee	17	13
	123	103

10. Share Classes

The Sub-Fund currently has five Share classes in issue. The AMC as a percentage of the daily net asset value at 31 March 2026 is as follows:

Share class 1 – income	No AMC
Share class 2 – income	AMC of 0.20%
Share class 3 – income	AMC of 0.10%
Share class 4 – income	AMC of 0.10%
Share class 5 – income	AMC of 0.20%

The net asset value of each Share class, the net asset value per Share and the number of Shares in each class are given in the comparative tables on pages 19 to 23. The distribution per Share class is given in the distribution table on page 41.

On 15 August 2016, all shares in Share Class 2, Share Class 3 and Share Class 5 were transferred to Share Class 1. All of these Share Classes remain open.

On 27 September 2023, Class 3 Shares – Income were relaunched.

On 16 October 2025, Class 2 Shares – Income were relaunched. On 14 October 2025, Class 5 Shares – Income were launched.

* From 1 September 2025, the AMC for Share Class 3 and Share Class 4 was increased from 0.08% (inclusive of all other ongoing charges) to 0.10% (not inclusive of all other ongoing charges).

THE PUBLIC SECTOR DEPOSIT FUND
NOTE TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2026

11. Financial instruments

(a) Market price risk

This is an actively managed fund, which invests in sterling fixed interest securities. Investors are thus exposed to market price risk, which can be defined as the uncertainty about future price movements of the financial instruments the Sub-Fund is invested in. Market price risk arises mainly from economic factors, including investor confidence and is not limited to interest rate and currency movements. This exposure to market price risk may result in substantial fluctuations in the share price from time to time, although there will generally be a positive correlation in the movement of the Share price to the markets the Sub-Fund is invested in. The Sub-Fund seeks to minimise the risks by holding a diversified portfolio of investments in line with the Sub-Fund's investment objectives. Risk is monitored at both the asset allocation and stock selection levels by Directors of the Manager on a regular basis and also by the Board.

At 31 March 2026, if the price of the investments held by the Sub-Fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to Shareholders, and profit or loss, would increase or decrease respectively by approximately £49,634,270 (31.03.25, £77,281,816).

(b) Liquidity risk

Financial instruments held by the Sub-Fund, excluding short-term debtors and creditors, are made up of sterling fixed interest securities and sterling cash deposits. These assets are generally liquid and enable the Sub-Fund to meet the payment of any redemption of Shares that Shareholders may wish to make.

(c) Interest rate risk

The Sub-Fund invests in fixed and floating rate securities and cash deposits. The revenue may be affected by changes in interest rates relevant to particular securities or as a result of the ACD 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. A 1% rise or fall in all interest rates will result in a 0.13% movement in the opposite direction in the overall NAV of the Sub-Fund (31.03.2025, 0.11%).

THE PUBLIC SECTOR DEPOSIT FUND
NOTE TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2026

11. Financial instruments (continued)

(c) Interest rate risk (continued)

The total exposure at 31 March 2026 was:

Currency	Floating rate financial assets* £'000	Fixed rate financial assets £'000	Financial assets not carrying interest £'000	Total £'000
Sterling	332	992,685	5,295	998,312
Total	332	992,685	5,295	998,312

Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Financial liabilities not carrying interest £'000	Total £'000
Sterling	—	—	3,862	3,862
Total	—	—	3,862	3,862

The total exposure at 31 March 2025 was:

Currency	Floating rate financial assets* £'000	Fixed rate financial assets £'000	Financial assets not carrying interest £'000	Total £'000
Sterling	343	1,545,636	7,343	1,553,322
Total	343	1,545,636	7,343	1,553,322

Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Financial liabilities not carrying interest £'000	Total £'000
Sterling	—	—	6,810	6,810
Total	—	—	6,810	6,810

* Changes in the base rate will cause movements in the interest rate applied to cash balances.

THE PUBLIC SECTOR DEPOSIT FUND
NOTE TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2026

11. Financial instruments (continued)

(d) Credit risk

The Sub-Fund is exposed to risk regarding the repayment of deposits from counterparties. To minimise this, the assets of the Sub-Fund are strictly placed within agreed limits with a diversified list of quality counterparties in order to achieve a very low overall level of risk and high security of capital. The list of approved counterparties is constantly monitored and credit limits immediately amended following credit rating upgrades and downgrades. All deposits and instruments were rated at investment grade at the time of purchase.

(e) Fair value of financial assets and financial liabilities

There are no material differences between the value of the financial assets and liabilities as shown in the balance sheet and their fair value.

There were no derivatives held by the Sub-Fund during the current or prior accounting period.

(f) Currency risk

As this is a sterling fund, there is no currency risk.

12. Commitments and contingent liabilities

There were no commitments or contingent liabilities as at 31 March 2026 (31.03.2025, £nil).

13. Related party transactions

The AMC is paid to the ACD. The amounts paid in respect of the AMC are disclosed in note 4 and any amounts owing are disclosed in note 9.

The table below shows the percentage holdings of the related party funds which hold the Public Sector Deposit Fund:

	31.03.2026 %	31.03.2025 %
CCLA Cautious Multi-Asset Fund	0.53	0.32
The Local Authority Property Fund	4.02	3.62
COIF Ethical Investment Fund	0.80	10.02
COIF Charities Global Equity Fund	0.02	0.13
CCLA Better World Global Equity Fund	0.01	0.19
The CBF Church of England Investment Fund	2.51	7.50
The CBF Church of England UK Equity Fund*	0.00	0.06
COIF Charities Investment Fund	2.01	16.17
Catholic Investment Fund	0.79	0.61
COIF Charities Property Fund	2.15	0.83

* Fund closed 30.06.2025.

THE PUBLIC SECTOR DEPOSIT FUND
NOTE TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2026

14. Portfolio transaction costs

The purchases and sales of securities incurred no transaction costs during the year (31.03.2025, £nil).

15. Shareholders' funds – reconciliation of Shares

	Share Class 1 – income		Share Class 2 – income	
	31.03.2026	31.03.2025	31.03.2026	31.03.2025
Opening number of Shares				
at beginning of year	665,517,267	207,225,530	–	–
Shares issued in year	887,452,000	1,175,861,876	34,600,529	–
Shares cancelled in year	(1,386,752,000)	(719,650,000)	(19,529,308)	–
Income reinvested in year	1,909,580	2,079,861	73,671	–
Closing number of Shares				
at end of year	168,126,847	665,517,267	15,144,892	–

	Share Class 3 – income		Share Class 4 – income	
	31.03.2026	31.03.2025	31.03.2026	31.03.2025
Opening number of Shares				
at beginning of year	38,853,016	14,168,306	841,980,140	648,827,294
Shares issued in year	240,113,731	199,375,817	7,564,082,728	8,890,657,878
Shares cancelled in year	(217,597,333)	(175,143,670)	(7,684,220,590)	(8,714,746,017)
Income reinvested in year	350,586	452,563	16,630,445	17,240,985
Closing number of Shares				
at end of year	61,720,000	38,853,016	738,472,723	841,980,140

	Share Class 5 – income	
	31.03.2026	31.03.2025
Opening number of Shares at beginning of year	–	–
Shares issued in year	13,217,435	–
Shares cancelled in year	(1,926,866)	–
Income reinvested in year	13,428	–
Closing number of Shares at end of year	11,303,997	–

THE PUBLIC SECTOR DEPOSIT FUND
NOTE TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2026

16. Fair value of investments

FRS102 requires an entity to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy shall have the following classifications:

Level 1: unadjusted quoted prices in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2: inputs other than quoted prices included within Level 1 above that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3: Inputs that are unobservable (i.e. for which market data is unavailable) for the asset or liability.

For the year ended 31 March 2026

Category	1	2	3	Total
	£'000	£'000	£'000	£'000
Investment Assets				
Deposits	992,685	—	—	992,685
	992,685	—	—	992,685

For the year ended 31 March 2025

Category	1	2	3	Total
	£'000	£'000	£'000	£'000
Investment Assets				
Deposits	1,545,636	—	—	1,545,636
	1,545,636	—	—	1,545,636

THE PUBLIC SECTOR DEPOSIT FUND

DISTRIBUTION TABLE

for the year ended 31 March 2026

Period ended	Share Class 1 £	Share Class 2 £	Share Class 3 £	Share Class 4	Share Class 5 £	Total
April 2025	2,270,927	—	109,778	4,072,210	—	6,452,915
May 2025	1,855,885	—	284,559	4,674,630	—	6,815,074
June 2025	1,258,234	—	292,594	4,839,511	—	6,390,339
July 2025	1,507,300	—	221,965	4,906,353	—	6,635,618
August 2025	1,432,920	—	233,605	4,481,524	—	6,148,049
September 2025	1,130,416	—	212,679	3,924,411	—	5,267,506
October 2025	1,073,528	1,815	280,886	3,946,809	996	5,304,034
November 2025	1,027,005	6,220	300,779	3,576,780	3,314	4,914,098
December 2025	955,350	40,840	103,896	3,462,121	5,326	4,567,533
January 2026	1,020,531	49,685	54,833	3,607,104	6,987	4,739,140
February 2026	824,874	40,263	82,044	2,998,318	12,218	3,957,717
March 2026	663,476	42,451	210,184	2,804,304	27,937	3,748,352
	15,020,446	181,274	2,387,802	47,294,075	56,778	64,940,375

The PSDF accrues distributions on a daily basis and funds are paid out on a monthly basis on or around the first working day of the following month. Distributions are paid gross.

AUTHORISED CORPORATE DIRECTOR REMUNERATION

The average number of full time equivalent staff of CCLA Investment Management Limited, including temporary staff, for the year ended 31 March 2026 was 182 (year ended 31 March 2025, 184).

During the year ended 31 March 2026 and the prior year, remuneration was paid to CCLA Investment Management Limited's staff as shown below. Totals for staff whose actions have a material impact on the risk profile of the Sub-Fund ("identified staff ") are shown separately.

	Year to 31 March 2026			Year to 31 March 2025		
	Fixed remuneration £000	Variable remuneration £000	Total £000	Fixed remuneration £000	Variable remuneration £000	Total £000
Identified staff	1,142	5,659	6,801	1,116	1,838	2,954
Other staff	17,514	8,149	25,663	17,678	6,850	24,528
Total	18,656	13,808	32,464	18,794	8,688	27,482

Please note that the prior year remuneration figures have been restated to correct the fixed remuneration for other staff.

The increase to the variable remuneration from 2025 to 2026 was due to the early settlement of existing deferred bonuses as a result of the change of control provisions triggered by the transaction with Jupiter Fund Management plc.

The components of remuneration have been considered and approved by the Remuneration Committee comprised of non-executive directors and do not create a conflict of interest for the Sub-Fund.

DETAILS OF THE BOARD

Authorised Corporate Director

CCLA Investment Management Limited

Registered Office Address:

One Angel Lane

London EC4R 3AB

Telephone: 0207 489 6000

Client Service: Freephone: 0800 022 3505

Email: clientservices@ccla.co.uk

www.ccla.co.uk

Authorised and regulated by the Financial Conduct Authority

Transfer Agent and Registrar

FNZ TA Services Limited

7th Floor, 2 Redman Place

London E20 1JQ

Authorised and regulated by the Financial Conduct Authority

Administrator

HSBC Bank plc

8 Canada Square

Canary Wharf

London E14 5HQ

HSBC Bank plc is authorised by the Prudential Regulation

Authority and regulated by the Financial Conduct Authority and

the Prudential Regulation Authority

Officers of the ACD

Executive Directors responsible for PSDF

P Hugh Smith (Chief Executive)

E Sheldon (resigned 2 February 2026)

A Robinson MBE (resigned 2 February 2026)

W Mephram (appointed 2 February 2026)

T Owen (appointed 2 February 2026)

Non-Executive Directors of the ACD

R Horlick (Chairman)

J Hobart (resigned 2 February 2026)

J Jesty

C Johnson (resigned 2 February 2026)

A Roughead (resigned 6 January 2026)

C West (resigned 2 February 2026)

Fund Managers

S Freeman

R Evans

J Tate

Company Secretary

M Mochalska (resigned 2 February 2026)

Jupiter Asset Management Limited

(appointed 2 February 2026).

Chief Risk Officer

J-P Lim

Head of Sustainability

J Corah

Third Party Advisors

Depository

HSBC Bank plc

8 Canada Square

London E14 5HQ

Banker

HSBC Bank plc

8 Canada Square

London E14 5HQ

Independent Auditors

Deloitte LLP

110 Queen Street

Glasgow G1 3BX

ABOUT CCLA

CCLA was founded in 1958 with the launch of the Church of England Investment Fund, enabling churches to pool their assets and have them professionally managed. We started managing investments for local authorities in 1961, followed by charities in 1963.

In 1987, with the introduction of new financial regulation, those churches, charities and local authorities founded CCLA Investment Management Limited.

Today, CCLA is one of the UK's largest managers of charity, faith and public sector investments, providing pooled and bespoke portfolios, and championing responsible investment.

We know that charities and not-for-profit organisations measure success not in profits, but in lives improved and futures secured. At CCLA, we are honoured to stand alongside them – helping to manage their investments and invest with purpose – so that their impact endures across generations.



CCLA Investment Management Limited
One Angel Lane, London EC4R 3AB
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www.ccla.co.uk

CCLA is the trading name for CCLA Investment Management Limited (registered in England & Wales, No. 2183088) and CCLA Fund Managers Limited (registered in England & Wales, No. 8735639).

Both companies are part of the Jupiter Group, and are authorised and regulated by the Financial Conduct Authority.

Printed on 100% post consumer waste and is certified by the Forest Stewardship Council (FSC).