

Charitable Funds Investment Performance Review Sub Committee

Tue 18 March 2025, 10:00 - 13:00

Velindre Trust Headquarters

Agenda

1. STANDARD BUSINESS

1.1. Apologies

Led by Hilary Jones, Chair and Independent Member

Apologies received:

- *Anne Carey, Chief Operating Officer*
- *Carl James, Executive Director of Strategy & Planning / Deputy CEO (Interim)*
- *Lauren Fear, Director of Transformation (Interim)*
- *Kay Barrow, Corporate Governance Manager*

1.2. In Attendance

Led by Hilary Jones, Chair and Independent Member

The following are in attendance:

- *Miranda Richards, LGT*
- *Matthew Bunce, Executive Director of Finance*
- *Non Gwilym, Interim Director of Corporate Governance*
- *Steve Coliandris, Head of Financial Planning & Reporting*
- *Barry Williams, Senior Finance Business Partner*
- *Paul Wilkins, Charity Director*
- *Niké Hooper-Collins, Secretariat*


1.3. Declarations of Interest

Led by Hilary Jones, Chair and Independent Member

1.4. Draft minutes of the from the meeting of the Investment Committee held on 19th September 2024

Led by Hilary Jones, Chair and Independent Member

To approve

 1.4 Draft Charitable Funds Investment Performance Review Sub-Committee Minutes 19 September 2024 SC MB HJ final.pdf (4 pages)

1.5. Actions/Rolling Updates/Matters Arising

Led by Steve Coliandris, Acting Deputy Director of Finance

To review and approve

 1.5 PUBLIC CHARITABLE FUNDS INVESTMENT PERFORMANCE REVIEW SUB COMMITTEE ACTION LOG - MARCH 2025.xlsx.pdf (1 pages)

2. LIQUIDITY MANAGEMENT REVIEW

Led by Steve Coliandris, Acting Deputy Director of Finance

2.1. Liquidity Management Review Report (including cash flow forecast)


Led by Steve Coliandris, Acting Deputy Director of Finance

To approve

 2.1a Charity Liquidity Management Review - Investment Committee March 25.pdf (8 pages)

3. INVESTMENT ADVISORS UPDATE

Led by Miranda Richards, LGT

 3.0 Velindre- meeting pack - 18th March 2025.pdf (24 pages)

3.1. Presentation to Velindre University NHS Trust(Performance Figures)

Led by Miranda Richards, LGT

3.2. Risk Guide

Led by Miranda Richards, LGT

3.3. Environmental, Social and Governance Score (ESG) Reports

Led by Miranda Richards, LGT

4. ADMINISTRATION AND GOVERNANCE

4.1. Charitable Funds Investment Policy

Led by Steve Coliandris, Acting Deputy Director of Finance

To discuss

5. ANY OTHER BUSINESS

Prior Agreement by the Chair Required

6. DATE AND TIME OF THE NEXT MEETING

Led by Hilary Jones, Chair and Independent Member

Tuesday, 30th September 2025 at 10am

7. CLOSE

**MINUTES OF THE CHARITABLE FUNDS
INVESTMENT PERFORMANCE REVIEW SUB-COMMITTEE**

**VELINDRE UNIVERSITY NHS TRUST – MICROSOFT TEAMS
THURSDAY 19 SEPTEMBER 2024 AT 9:00AM**

PRESENT:		
Hilary Jones (HJ)	Independent Member	
Matthew Bunce (MB)	Executive Director of Finance	
ATTENDEES:		
Anne Carey (AC)	Interim Chief Operating Officer	
Steve Coliandris (SC)	Head of Financial Planning & Reporting	
Kay Barrow (KB)	Corporate Governance Manager	
Alison Hedges (AH)	Business Support Officer / Secretariat	
Miranda Richards (MR)	LGT Wealth Management	
1.0.0	Standard Business Led by Hilary Jones, Committee Acting Chair and Independent Member	Action
1.1.0	In Attendance Led by Hilary Jones Attendance was as noted above. The Chair welcomed Miranda Richards attendee from LGT Wealth Management to the meeting.	
1.2.0	Apologies Led by Hilary Jones Apologies were received from: <ul style="list-style-type: none"> • Carl James, Interim Chief Executive • Emma Stephens, Head of Corporate Governance • Paul Wilkins, Charity Director • Non Gwilym, Interim Director of Corporate Governance • Barry Williams, Senior Finance Business Partner 	
1.3.0	Declarations of Interest Led by Hilary Jones No Declarations of Interest were declared.	
1.4.0	Draft Minutes from the meeting held on the 1st February 2024 Led by Hilary Jones **ACTION: Page 1 - Need to put Matthew Bunce, Executive Director of Finance as 'Present' and not as an 'Attendee'. The Charitable Funds Investment Performance Review Sub Committee APPROVED the minutes from the 1 st February 2024, as a true and accurate record of the meeting subject to the above amendment.	AH
1.5.0	Actions/Rolling Updates/Matters Arising Led by Matthew Bunce, Executive Director of Finance and Steve Coliandris, Head of Financial Planning & Reporting The Sub Committee NOTED the updates and discussed the remaining OPEN actions as below: Actions Meeting 01 December 2022: 2.0.0 Charitable Funds Investment Policy NEW ACTION: Miranda Richards has offered to put a session on with Investment Committee or open wider to all Board Members as Corporate Trustee. Miranda Richards suggested it would be good for Julie Hutchinson in her team to attend (who has done many workshops for NHS Charity Clients and can give advice on Environmental, Social & Governance (ESG)). The session is to be arranged to discuss and give guidance	SC and AH

	<p><i>alongside reviewing the policy to then go to the December Charitable Funds committee for approval. This needs to fit in with the Board Cycle.</i></p> <p>Actions Meeting 01 February 2024:</p> <p>2.1.0 Liquidity Management Review Report (including cash flow forecast) This is up and running. The Sub Committee agreed the action could be closed.</p> <p>4.0.0 Investment Advisors Update Direction and Outlook First Action – On Agenda. Second Action – A session is being arranged to discuss as per action 2.0.0 Charitable Funds Investment Policy.</p> <p>The Sub Committee agreed that both these actions could be closed.</p> <p>The Charitable Funds Investment Performance Review Sub Committee APPROVED the CLOSED actions.</p>	
2.0.0	<p>LIQUIDITY MANAGEMENT REVIEW Led by Steve Coliandris, Head of Financial Planning and Reporting</p>	
2.1.0	<p>Liquidity Management Review Report (including cash flow forecast) Led by Steve Coliandris, Head of Financial Planning and Reporting</p> <p>Steve Coliandris took the Committee through the report included in the agenda and papers / meeting book, particularly highlighting section 2.4 – The table that provides a forecast of the cash position over the next five years and provides information on what funds could be made available for transfer into the investment portfolio.</p> <p>Steve Coliandris highlighted that there are currently three options available for investment offered by LGT Wealth Management.</p> <ul style="list-style-type: none"> • The Investment Portfolio • Liquidity Account – Currently offering returns of c5% but subject to interest rate change. • Bonds – Offering fixed rates for investing money over a period of time. Usually 1 – 5 years. <p>Steve Coliandris asked for Miranda Richard’s opinion on locking money into bonds. Miranda Richards advised that if you were to use table (2.4) which forecasts the planned income and expenditure over the next three / five years’ time, you would be able to see what funds could be made available to be locked into a cash bond for a fixed period of time. The bond would guarantee a fixed rate for investment over an agreed period of time. You are therefore guaranteed to get the principle sum back at that point in time. Miranda Richards suggested that if you were to go down the bond route that you should have a portfolio of bonds, with mixture of gilts and corporate bonds, and stick with investment grades which present a relatively low risk. Currently there are building societies yielding 5%, which mature in five years.</p> <p>The Sub Committee agreed that currently the liquidity Account continues to be the best option for now which is offering a 5% return, however Steve Coliandris and Miranda Richards should continue to review all investment options utilising the best available at that point in time. Aim going forward is to get the Charity into a position whereby it’s in a better cycle and planned strategy around investment .</p> <p>Miranda Richards highlighted that the investment portfolio has the greatest potential for growth. There is always risk if investing in high-risk assets such as equities but are the advised option if looking to invest long term as equities reflect growth in the economy.</p> <p>The Charitable Funds Investment Performance Review Sub Committee:</p> <ul style="list-style-type: none"> • DISCUSSED and REVIEWED the current level of cash balances that is currently held in the Charity’s bank account and based on the future anticipated cash flow and the advice provided by investment managers at today’s meeting: • APPROVED a transfer of £7m into the Investment portfolio as per below: <ul style="list-style-type: none"> ○ £3m to be transferred into the investment portfolio. 	

3.2.0	Risk Guide Led by Miranda Richards, LGT This was included as part of presentation and discussion in item 3.1.0.	
4.0.0	CHARITABLE FUNDS INVESTMENT POLICY – FOR DISCUSSION Led by Steve Coliandris, Head of Financial Planning and Reporting	
	Steve Coliandris confirmed the policy was for information. Agreed approach was to put a session on before December 2024 led by LGT and use that session to review the policy and review the investment exclusions. Miranda Richard highlighted that the Investment Policy statement is the Charities statement and what it means for the investment portfolio is less important than what it means for you as Trustees. The implications on investment should be ignored as this is the Investment Advisors responsibility to implement.	
5.0.0	CONSENT AGENDA Led by Hilary Jones, Independent Member, Acting Chair	
5.1.0	Endorsement For Approval	
	Charitable Funds Investment Performance Review Sub Committee Terms of Reference Led by Matthew Bunce, Executive Director of Finance The Charitable Funds Investment Performance Review Sub Committee ENDORSED for Charitable Funds Committee Approval.	
5.2.0	For Approval	
	Charitable Funds Committee Performance Review Sub Committee Cycle of Business Led by Matthew Bunce, Executive Director of Finance The Charitable Funds Investment Performance Review Sub Committee APPROVED the Sub Committee Cycle of Business.	
6.0.0	ANY OTHER BUSINESS	
	None.	
7.0.0	DATE AND TIME OF NEXT MEETING	
	18 th March 2025, 10:00am	
8.0.0	CLOSE	
	The meeting closed at 9:50am.	

ACTION LOG

MEETING DATE	AGENDA ITEM	Action number	ACTION	LEAD	DEADLINE DATE	UPDATE (including date)	STATUS	IF CLOSED WHAT ACTION WAS TAKEN
01.12.2022	2.0.0	1	<p>CHARITABLE FUNDS INVESTMENT POLICY</p> <p>Martin Vesale highlighted that the Committee would need to look to see this kind of benchmark which should be requested formally for the organisation and perhaps could be considered next time around. Suggested the Committee may need to meet once a new contract has been agreed to move that forward.</p> <p>NEW ACTION: Miranda Richards has offered to put a session on with Investment Committee or open wider to all Board Members as Corporate Trustee. Miranda Richards suggested it would be good for Julie Hutchinson in her team to attend (who has done many workshops for NHS Charity Clients and can give advice on Environmental, Social & Governance (ESG)). The session is to be arranged to discuss and give guidance alongside reviewing the policy to then go to the December Charitable Funds committee for approval. This needs to fit in with the Board Cycle.</p>	ALL	Dec-24	<p>Remain open until new contract is awarded.</p> <p>Update September 2024: The investment managers have offered to put a session on for our Trustees to review our investment policy. This will be discussed and the approach agreed at the investment meeting in September.</p> <p>Update November 2024: A Charitable Funds Investment Policy Workshop was arranged for the 21 November 2024, but had to be rearranged due to availability. The session is now due to take place on the 06 February 2025.</p>	OPEN	
19.09.2024	1.4.0	2	<p>Draft Minutes from the meeting held on the 1st February 2024</p> <p>Page 1 - Need to put Matthew Bunce, Executive Director of Finance as 'Present' and not as an 'Attendee'.</p>	Alison Hedges		<p>Update October 2024: This update was made to the 01 February 2024 Minutes.</p>	CLOSED	
			<p>Presentation to Velindre University NHS Trust (Performance Figures)</p>					
	3.1.0	3	<p>Feedback on comparison with other NHS Charities: Steve Coliandris asked if there was information on where other NHS Charities sit (especially in Wales and England) in terms of their portfolios and carbon emissions as it was felt this information would be helpful when reviewing how the Charity is doing on a like for like basis. Miranda Richards agreed to find out where Velindre University NHS Trust Charity sits compared with other NHS Charities and feedback this information.</p>	Miranda Richards			OPEN	
			<p>Presentation to Velindre University NHS Trust (Performance Figures)</p>					
	3.1.0	4	<p>Authorised Signatories: The authorised signatories need to be updated and changed from two signatories to three. Need update to include Carl James, Interim Chief Executive Officer, Matthew Bunce, Executive Director of Finance and Hilary Jones, Independent Member.</p>	Steve Coliandris and Miranda Richards			OPEN	

CHARITABLE FUNDS INVESTMENT COMMITTEE

liquidity management review

DATE OF MEETING	18/03/2025
PUBLIC OR PRIVATE REPORT	Public
IF PRIVATE PLEASE INDICATE REASON	NOT APPLICABLE - PUBLIC REPORT
REPORT PURPOSE	APPROVAL
IS THIS REPORT GOING TO THE MEETING BY EXCEPTION?	NO
PREPARED BY	Steve Coliandris, Acting Deputy Director of Finance
PRESENTED BY	Steve Coliandris, Acting Deputy Director of Finance
APPROVED BY	Matthew Bunce, Executive Director of Finance
EXECUTIVE SUMMARY	This paper and the supporting schedules have been completed to provide the Charitable Funds Investment Committee with the current and estimated future cash balances of the charitable funds bank accounts, in order to evaluate and monitor the liquidity levels and take action as seen necessary.
RECOMMENDATION / ACTIONS	The Investment Committee is asked to discuss and review the current level of cash balances that is currently held in the Charity's bank account and



	<p>based on the future anticipated cash flow and the advice to be provided by investment managers at today’s meeting, make a decision to APPROVE a transfer of £1m into the Liquidity Account held on behalf of the Charity Investment managers which is currently offering an interest return of just less than a 5%.</p> <p>Subject to approval by the Charitable funds Committee to suspend charges to the Charity of £2m during 2024-25, APPROVE a further £2m is transferred into the liquidity account.</p>
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GOVERNANCE ROUTE	
List the Name(s) of Committee / Group who have previously received and considered this report:	Date
SUMMARY AND OUTCOME OF PREVIOUS GOVERNANCE DISCUSSIONS	

7 LEVELS OF ASSURANCE	
N/A – Report for Discussion	
ASSURANCE RATING ASSESSED BY BOARD DIRECTOR/SPONSOR	Select Current Level of Assurance

APPENDICES	
Appendix 1	Cash Flow Forecast as at January 2025

1. SITUATION

1.1 This paper and the supporting schedules have been completed to provide the Charitable funds Committee with the current and estimated future cash balances of the charitable funds bank accounts, in order to evaluate and monitor the liquidity levels and take action as seen necessary.

2. BACKGROUND

- 2.1 The report is a standing agenda item providing the Investment committee with the current cash balance of the charitable fund's accounts, and the estimated future cash flows based on the level of committed and forecasted expenditure.

If the committee feels that the charity is holding too much cash, a decision is required on whether income could be better used by being transferred into the investment portfolio.

Likewise, if the Committee feels that the Charity is not holding enough cash, whether it deems it necessary to return income from the investment portfolio back into the Charity's bank account.

3. ASSESSMENT

The following cash flow statements are attached for reference.

- Cash Flow Forecast for 2024-25 as of 30th January 2025
- Cash Flow Forecast for 2025-26.

- 3.1 The forecast cash balance of the Charitable funds bank account is expected to be c £2.5m as at the end of March 2025, with the balance gradually reducing over the course of 2025-26 due to the high level of commitments against the Charity.
- 3.2 The income target for the Charity has been set at £5m for 2025-26, however this may be seen as an ambitious target on the basis that forecast income for 2024-25 is only expected to achieve £3.3m. At this stage prior to any further approval of bids forecast expenditure commitments against the Charity is expected to be £7.5m for 2025-26.

Therefore, in order to ensure cash levels are maintained it is advised that cash needs to be held on a short term liquid basis on order to meet commitments as they fall due.

Suspension of cost recharges to the Charity

- 3.3 Like in previous years the Trust has accumulated non-recurrent income during 2024/25 from several sources including significantly higher levels of bank interest and overachievement of private patient income.

The extraordinary non recurrent income generated in 2024-25 has enabled a request to go to the Charitable Funds Committee on the 19th March to suspend £2m of expenditure for service activities which has approved Charitable Funds support. These costs will be managed within Velindre NHS Trust core funding from non-recurrent income received in year, and therefore £2m of funding earmarked to support the cancer services remaining within the Charity. This impact has been factored into the Trust’s overall Financial Plan.

4. SUMMARY OF MATTERS FOR CONSIDERATION

The Investment Committee is asked to:

Discuss and review the current level of cash balances that is currently held in the Charity’s bank account and based on the future anticipated cash flow and the advice to be provided by investment managers at today’s meeting, make a decision to **APPROVE** a transfer of **£1m** into the Liquidity Account Held on behalf of the Charity Investment managers which is currently offering an interest return of just less than a 5%.

Subject to approval by the Charitable funds Committee to suspend charges to the Charity of £2m during 2024-25, **Approve** a further **£2m** is transferred into the liquidity account.

5. IMPACT ASSESSMENT

TRUST STRATEGIC GOAL(S)	
Please indicate whether any of the matters outlined in this report impact the Trust’s strategic goals: YES - Select Relevant Goals below	
If yes - please select all relevant goals:	
<ul style="list-style-type: none"> Outstanding for quality, safety, and experience 	<input checked="" type="checkbox"/>
<ul style="list-style-type: none"> An internationally renowned provider of exceptional clinical services that always meet, and routinely exceed expectations 	<input checked="" type="checkbox"/>



<ul style="list-style-type: none"> • A beacon for research, development, and innovation in our stated areas of priority <input checked="" type="checkbox"/> • An established 'University' Trust which provides highly valued knowledge for learning for all. <input checked="" type="checkbox"/> • A sustainable organisation that plays its part in creating a better future for people across the globe <input checked="" type="checkbox"/> 													
<p>RELATED STRATEGIC RISK - TRUST ASSURANCE FRAMEWORK (TAF) For more information: STRATEGIC RISK DESCRIPTIONS</p>	<p>08 - Trust Financial Investment Risk Financial Sustainability and Long-Term Value.</p>												
<p>QUALITY AND SAFETY IMPLICATIONS / IMPACT</p>	<p>Select all relevant domains below</p> <table border="0"> <tr><td>Safe</td><td><input checked="" type="checkbox"/></td></tr> <tr><td>Timely</td><td><input checked="" type="checkbox"/></td></tr> <tr><td>Effective</td><td><input checked="" type="checkbox"/></td></tr> <tr><td>Equitable</td><td><input checked="" type="checkbox"/></td></tr> <tr><td>Efficient</td><td><input checked="" type="checkbox"/></td></tr> <tr><td>Patient Centred</td><td><input checked="" type="checkbox"/></td></tr> </table> <p>The Key Quality & Safety related issues being impacted by the matters outlined in the report and how they are being monitored, reviewed, and acted upon should be clearly summarised here and aligned with the Six Domains of Quality as defined within Welsh Government's Quality and Safety Framework: Learning and Improving (2021).</p> <p><i>[Please include narrative to explain the selected domain in no more than 3 succinct points].</i></p> <p>Click or tap here to enter text</p>	Safe	<input checked="" type="checkbox"/>	Timely	<input checked="" type="checkbox"/>	Effective	<input checked="" type="checkbox"/>	Equitable	<input checked="" type="checkbox"/>	Efficient	<input checked="" type="checkbox"/>	Patient Centred	<input checked="" type="checkbox"/>
Safe	<input checked="" type="checkbox"/>												
Timely	<input checked="" type="checkbox"/>												
Effective	<input checked="" type="checkbox"/>												
Equitable	<input checked="" type="checkbox"/>												
Efficient	<input checked="" type="checkbox"/>												
Patient Centred	<input checked="" type="checkbox"/>												
<p>QUALITY IMPACT ASSESSMENT</p> <p><i>The duty of quality requires quality-driven decision-making for all strategic decisions. The duty of quality is operationalised through the Health and Care Quality Standards. Therefore, when making decisions about healthcare services, NHS</i></p>	<p>Not required - not a strategic decision</p> <p>The QIA tool should be completed to support any proposal for a strategic decision to be made and be presented with the proposal to the appropriate decision-making forum. The QIA tool does not replace the need for the proposal; it accompanies it.</p>												



<p>organisations are required to consider the impact of that decision on the Health and Care Quality Standards.</p>	<p>As a minimum, decisions made by the Board or by Committees of the Board are considered strategic and should be assessed for their impact on Quality through the lens of the Health and Care Quality Standards. This culture and discipline of quality-driven decision-making should also permeate the organisation to more broadly promote good decision-making practice.</p>
<p>SOCIO ECONOMIC DUTY ASSESSMENT COMPLETED: For more information: https://www.gov.wales/socio-economic-duty-overview</p>	<p>Not required</p> <p><i>[In this section, explain in no more than 3 succinct points why an assessment is not considered applicable or has not been completed].</i></p> <p>Click or tap here to enter text</p>
<p>TRUST WELL-BEING GOAL(S) IMPLICATIONS / IMPACT</p>	
<p>The Trust Well-being goals being impacted by the matters outlined in this report should be clearly indicated. Please indicate whether any of the matters outlined in this report impact the Trust’s Wellbeing goals: YES - Select Relevant Goals below</p>	
<p>If yes select the relevant goals:</p> <ul style="list-style-type: none"> • A Prosperous Wales - An innovative society that develops a skilled and well-educated population in an economy which generates wealth and provides employment opportunities. <input checked="" type="checkbox"/> • A Resilient Wales - Maintaining and enhancing a biodiverse natural environment with healthy functioning ecosystems that support social, economic, and ecological resilience. <input type="checkbox"/> • A Healthier Wales - Physical and mental well-being are maximised and in which choices and behaviours that benefit future health <input checked="" type="checkbox"/> • A More Equal Wales - A society that enables people to fulfil their potential no matter what their background or circumstances <input type="checkbox"/> • A Wales of Cohesive Communities - Attractive, viable, safe, and well-connected communities. <input type="checkbox"/> • A Wales of Vibrant Culture and Thriving Welsh Language -Promoting and protecting culture, heritage, and the Welsh language, encouraging people to participate in the arts, and sports and recreation. <input type="checkbox"/> 	



<ul style="list-style-type: none"> Globally Responsible Wales – Consideration of whether an action may make a positive contribution to global well-being <input type="checkbox"/> 	
FINANCIAL IMPLICATIONS / IMPACT	There is no direct impact on resources as a result of the activity outlined in this report.
	<p>Source of Funding: Other (please explain)</p> <p>Please explain if 'other' source of funding selected: Click or tap here to enter text</p> <p>Type of Funding: Choose an item</p> <p>Scale of Change Please detail the value of revenue and/or capital impact: Click or tap here to enter text</p> <p>Type of Change Choose an item Please explain if 'other' source of funding selected: Click or tap here to enter text</p>
EQUALITY IMPACT ASSESSMENT For more information: https://nhs.wales365.sharepoint.com/sites/VEL_Intranet/SitePages/E.asp x	Not required - please outline why this is not required <i>[In this section, explain in no more than 3 succinct points what the equality impact of this matter is or not (as applicable)].</i>
ADDITIONAL LEGAL IMPLICATIONS / IMPACT	There are no specific legal implications related to the activity outlined in this report. Click or tap here to enter text <i>[In this section, explain in no more than 3 succinct points what the legal implications/ impact is or not (as applicable)].</i>

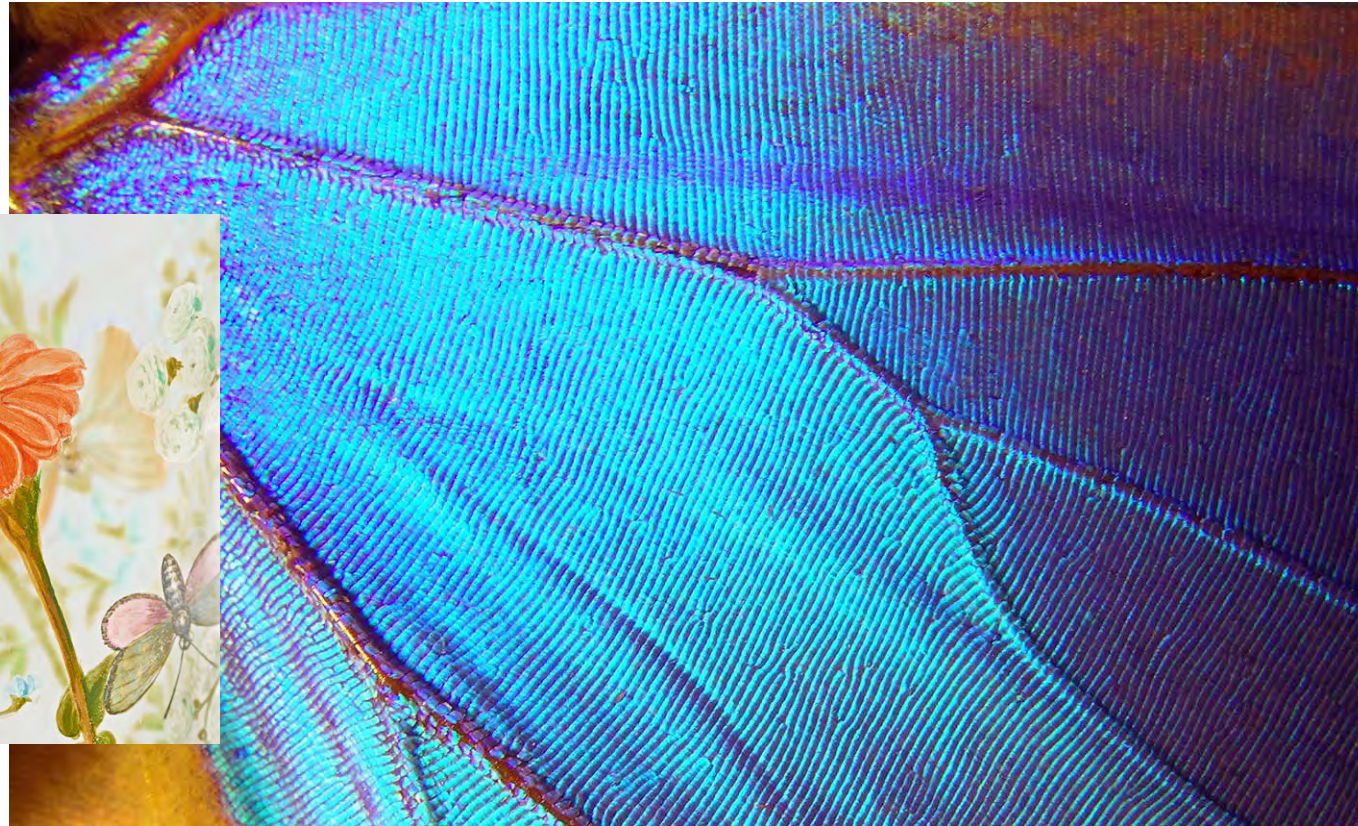
6. RISKS



This section should indicate whether any matters addressed in the report carry a significantly increased level of risk for the Trust – and if so, the steps that will be taken to mitigate the risk - or if they will help to reduce a risk identified on a previous occasion.

ARE THERE RELATED RISK(S) FOR THIS MATTER	Choose an item
WHAT IS THE RISK?	
WHAT IS THE CURRENT RISK SCORE	Insert Datix current risk score
HOW DO THE RECOMMENDED ACTIONS IN THIS PAPER IMPACT THIS RISK?	<i>[In this section, explain in no more than 3 succinct points what the impact of this matter is on this risk].</i>
BY WHEN IS IT EXPECTED THE TARGET RISK LEVEL WILL BE REACHED?	Insert Date
ARE THERE ANY BARRIERS TO IMPLEMENTATION?	Choose an item
	<i>[In this section, explain in no more than 3 succinct points what the barriers to implementation are].</i>
All risks must be evidenced and consistent with those recorded in Datix	

Velindre NHS Trust Charity



Presented by

Miranda Richards

Investment Manager

18th March 2025

A close-up, microscopic view of a fingerprint ridge pattern, showing the intricate ridges and valleys in shades of blue and purple.

Reconfirming your investment objectives & requirements

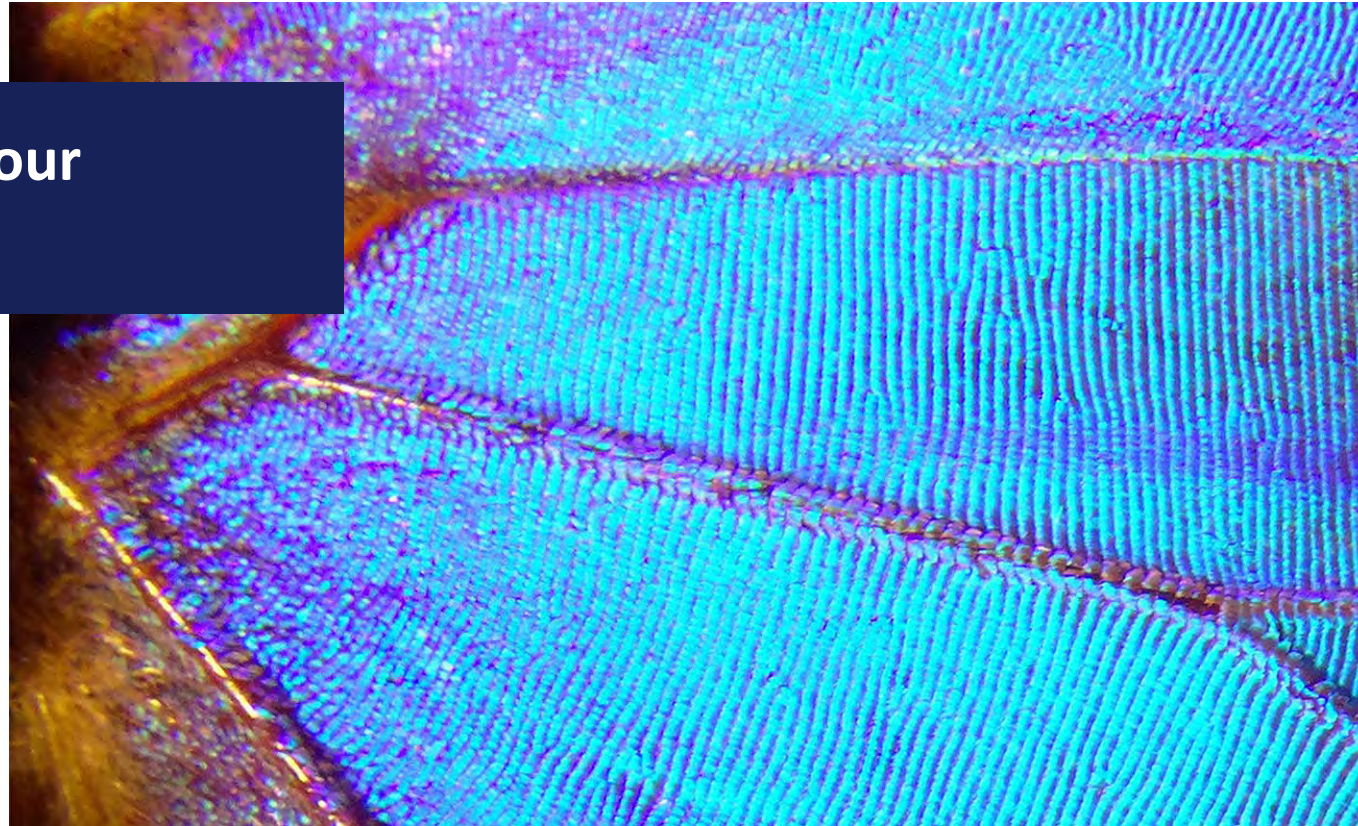


Your investment requirements

Reconfirming the investment objectives of the portfolios we manage for you

	Investment Portfolio	Liquidity Portfolio
Investment objectives	Growth	Yield
Benchmark	Income and Growth Composite Benchmark ARC Charity Steady Growth	N/A
Restrictions	Core Responsible Investment Screening No investment in Oil/Gas Stocks No investment in 5% Turnover from Alcohol	None
Risk profile	Medium – you are prepared to accept a moderate level of risk over your time horizon to achieve your goals. You understand that, in the longer term, a higher level of risk may result in higher returns.	Low – you are prepared to accept a low amount of risk to reach your goal. You would like your investments to grow but you want to minimise the possibility of swings in the value of your portfolio
Income requirements	No income is required from this portfolio	No income is required from this portfolio
Timescale	10 years plus	3 – 5 years
Capacity for loss	15 - 20% income loss 10 - 15% capital loss	0-5% Income Loss 0-5% Capital Loss
AMC	0.5%	0.2%
Authorised Signatories	Stephen Ham Matthew Bunce	Stephen Ham Matthew Bunce

Performance and your portfolio



Current snapshot

Portfolio Performance to 28th February 2025

	Portfolio Value	Estimated income	Estimated Forward Yield
Velindre - Investment Portfolio	£9,463,771	£276,102	2.9%
Velindre - Liquidity Portfolio	£7,628,442	£350,347	4.6%

The forward yield is 'forward' as it takes into account forecasts of future dividend payments by the stocks in the portfolio for that financial year. That's also why it is 'estimated' as companies might announce something different to what has been estimated.

Investors should be aware that past performance is not a reliable indicator to future performance

Source: Figaro at 31.01.2025

Longer-Term Performance

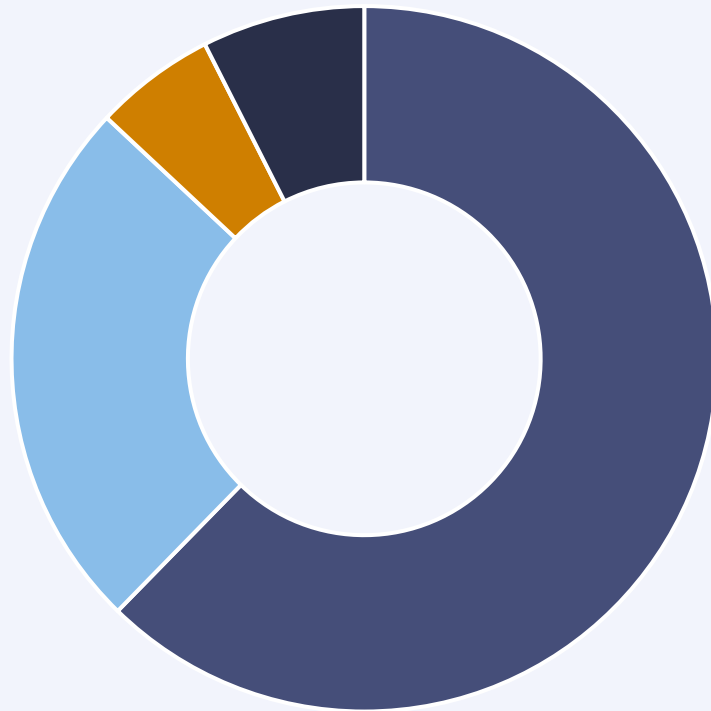
Portfolio Performance to 28th February 2025

	3 months to 28/02/25 (%)	1 year to 28/02/25 (%)
Velindre – Investment Portfolio	1.2	7.6
CPI + 3.5%	1.9	6.0
ARC Charity £ Steady Growth Benchmark	0.9	9.0
Balanced Composite Benchmark	1.6	11.3
UK Equities	5.7	18.4
Global Equities	0.6	17.0
UK Government Bonds	-0.7	1.5
UK Corporate Bonds	1.0	5.0

Investors should be aware that past performance is not a reliable indicator to future performance

Portfolio asset allocation

Velindre – Investment Portfolio



■ Equity ■ Fixed Income ■ Alternatives ■ Cash

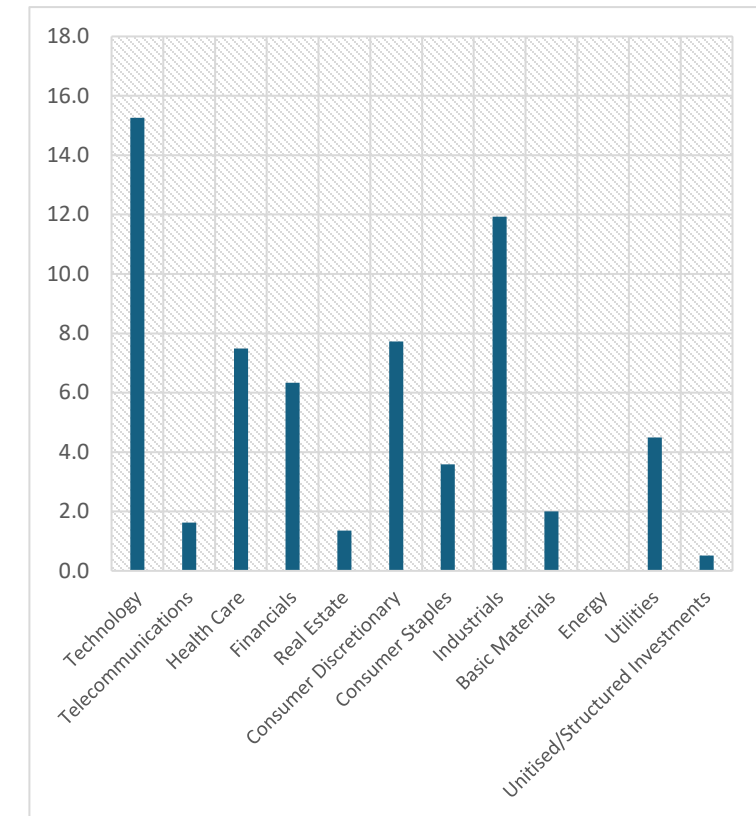
Sector Allocation

Asset Class Breakdown

Equity	62.3
Fixed Income	24.7
Alternatives	5.6
Cash	7.5
Total	100.0

Equity Sector Breakdown

Technology	15.3
Telecommunications	1.6
Health Care	7.5
Financials	6.3
Real Estate	1.4
Consumer Discretionary	7.7
Consumer Staples	3.6
Industrials	11.9
Basic Materials	2.0
Energy	0.0
Utilities	4.5
Unitised/Structured Investments	0.5
Total	62.3



Detailed Asset Allocation and yields as at 28th February 2025

High Level Asset Allocation:	% Yield %			% Yield %			% Yield %	
Equities	63.0		Utilities	4.5		Multi Asset	0.5	
Bonds	24.6		NEXTERA ENERGY INC COM USD0.01	1.5	3.2	SCHIEHALLION FUND LTD(THE) ORD NPV	0.5	0.0
Alternatives	4.9		NATIONAL GRID ORD GBP0.12431289	1.8	5.6	Bonds	24.6	
Cash + Liquidity	7.5		ENEL SPA EUR1	1.2	6.1	Government Bonds	12.0	
	100.0		Insurance	3.0		UK GOV 0.25% BDS 31/07/2031	2.7	0.3
Equities	63.0		ZURICH INSURANCE GROUP AG CHF0.10	1.4	4.7	UK GOV 3.75% BDS 29/01/2038	2.5	4.1
Technology	16.2		AIA GROUP LIMITED NPV	1.0	2.8	UK GOV 0.625% BDS 31/07/2035	2.4	0.9
TAIWAN SEMICONDUCTOR MANUFACTURING SPON	2.7	1.5	PHOENIX GROUP HOLDINGS	0.5	10.3	UK GOV 3.75% BDS 22/10/2053	2.4	4.7
MICROSOFT CORP COM USD0.00000625	2.8	0.8	Media	3.0		UK GOV 3.5% BDS 22/10/2025	2.0	3.5
ALPHABET INC CAPITAL STOCK USD0.001 CL A	1.6	0.5	RELX PLC ORD GBP0.1444	3.0	1.7	Corporate Bond Funds	12.6	
APPLE INC COM USD0.00001	2.9	0.4	Financial Services	3.0		VOLARE STERLING FI OFFSHORE FUND Z INC	8.9	4.6
ASML HOLDING NV EUR0.09	1.9	0.9	MASTERCARD INCORPORATED COM	1.9	0.5	VOLARE GLOBAL FI OFFSHORE FUND Z INC	3.6	5.2
ACCENTURE PLC CLS'A'USD0.0000225	1.5	1.7	ADYEN NV EUR0.01	1.1	0.0	Alternative	4.9	
CONSTELLATION SOFTWARE INC COM STK NPV	1.1	0.1	Retail	2.7		Infrastructure	2.8	
AUTODESK INC COM USD0.01	1.0	0.0	AMAZON COM INC COM USD0.01	2.7	0.0	3I INFRASTRUCTURE PLC ORD NPV	0.8	3.9
NVIDIA CORP	0.7	0.0	Banks	3.4		INTERNATIONAL PUBLIC PARTNERSHIP ORD GBP0.0001	0.7	7.4
Industrial Goods & Services	9.2		DBS GROUP HLDGS LTD NPV	2.4	4.8	THE RENEWABLES INFRASTRUCTURE GRP ORD NPV	0.5	9.9
CRH ORD EUR 0.32 (DI)	2.1	1.4	JP MORGAN CHASE & CO	0.9	1.9	BBGI GLOBAL INFRASTRUCTURE	0.8	5.9
SCHNEIDER ELECTRIC SE EUR4.00	1.9	1.7	Personal & Household Goods	1.4		Renewables	2.1	
TETRA TECH INC COM STK USD0.01	1.2	0.8	PROCTER & GAMBLE CO COM NPV	1.4	2.3	GREENCOAT UK WIND PLC ORD GBP0.01	0.7	8.9
HERMES INTERNATIONAL NPV	1.2	1.0	Food and Beverage	0.9	3.9	BLUEFIELD SOLAR INCOME FUND LTD ORD NPV	0.7	10.2
KEYENCE CORP NPV	1.0	0.6	NESTLE SA CHF0.1(REGD)	0.9	3.5	GREENCOAT RENEWABLES PLC EUR0.01	0.7	8.6
OWENS CORNING	0.8	1.8	Basic Resources	2.0		Cash + Liquidity	7.5	
BUREAU VERITAS EUR0.12	0.5	3.1	RIO TINTO ORD GBP0.10	1.2	6.7	Liquidity Fund	5.9	
HALMA	0.6	0.8	BHP GROUP LTD	0.8	7.2	ABRDN LIQUIDITY FUND STERLING L1 GBP DIS	5.9	4.6
Health Care	8.8		Telecommunications	1.6		Cash	1.6	
ELI LILLY AND COMPANY COM NPV	3.3	0.7	KONINKLIJKE KPN NV EUR0.04	1.6	4.6	Cash	1.6	2.6
ASTRAZENECA PLC ORD USD0.25	2.2	2.1	Property Funds	3.9				
ROCHE HOLDINGS AG GENUSSCHEINE NPV	1.3	3.2	PROLOGIS INC COM USD0.01	1.4	3.3			
WEST PHARMACEUTICAL SERVICES INC COM USD0.25	0.7	0.4	Travel & Leisure	1.3				
HALEON PLC ORD GBP0.01	1.3	1.7	AIRBNB INC COM USD0.0001 CL A	1.3	0.0			

Portfolio Activity

High level activity over the 3 months to February 28th 2025

Top 10 Equity Holdings (%)

ELI LILLY	3.3
RELX	3.0
APPLE	2.9
MICROSOFT	2.8
TSMC	2.7
AMAZON	2.7
DBS GROUP	2.4
ASTRAZENECA	2.3
CRH	2.1
ASML	1.9

Contributors (%)

ELI LILLY	0.5
ASTRAZENECA	0.3
HERMES	0.3
ADYEN	0.2
ROCHE	0.2

Detractors (%)

TETRA TECH	-0.5
WEST PHARMA	-0.3
OWENS CORNING	-0.2
MICROSOFT	-0.2
NEXTERA	-0.1

Key Activity

Purchase	
Purchase	JP MORGAN CHASE
Purchase	NVIDIA
Sale	
Sale	ORSTED
Sale	ABRDN LIQUIDITY FUND

Positive Stock News

- Eli Lilly: shares have had a strong start to the years benefitting from a strong set of Q4 earnings where the key incretin franchise (Mounjaro and Zepbound) continues to deliver very strong growth and looks well placed for the years ahead as coverage grows and demand for the medicines continues to grow strongly.
- Adyen: rose on a solid set of full year results which showed that the business continues to grow rapidly with an expanding take rate and EBITDA margins above target.
- AstraZeneca: had a stronger month following good Q4 results with total revenue up 25% driven by strong product sales and collaboration revenue. Oncology was again a standout performer with the therapy area posting 27% growth in the quarter

Negative Stock News

- Orsted: Trump's bearish stance on renewables, particularly offshore wind, poses a risk to Orsted's US pipeline. SOLD

Velindre Investment Portfolio – ESG Navigator score

Rating Portfolio

Shows the weighted average rating based on the securities covered by the ESG Navigator.

LGT Sustainability Rating: ★★★★★
 Coverage: 77%
 ESG score: 72.7

Rating Benchmark

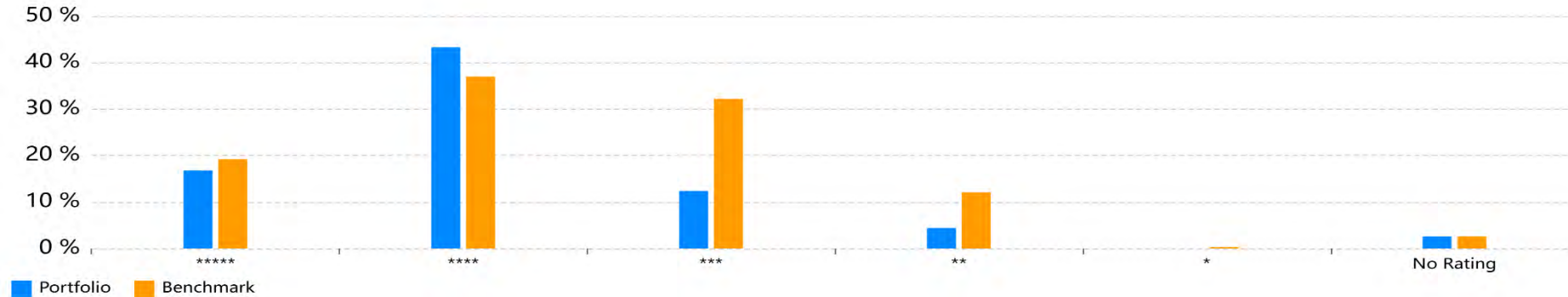
Shows the weighted average rating based on the securities covered by the ESG Navigator.

LGT Sustainability Rating: ★★★★★
 Coverage: 99%
 ESG score: 63.0

Assets not Included in the ESG Navigator Score Portfolio Weight (%)

Schiehallion Fund	0.4
Volare Sterling Fixed Interest Fund	9.4
Volare Global Fixed Interest Fund	3.9
BBGI	0.8
HICL	0.8
International Public Partnership	0.7
abrdn Liquidity Fund	6.2

Portfolio vs benchmark rating

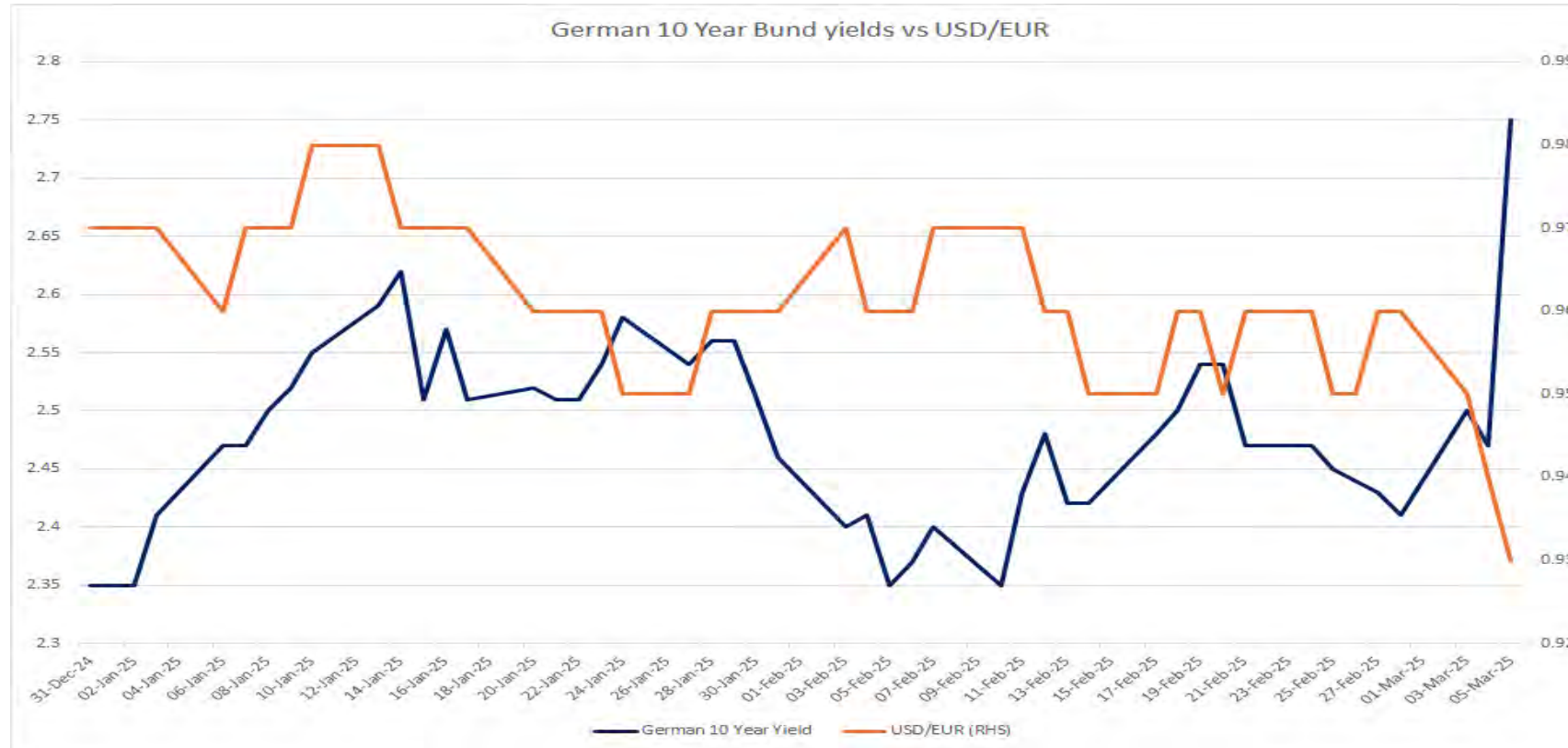


The LGT sustainability rating is powered by the SMAX engine, our proprietary rating system. It has been developed internally within LGT WM and leverages a number of established third party sustainable data providers as well as NGO and academic data. Our internal scores combines quantitative metrics and qualitative data which is ratified by our human overlay.

Macro and Markets

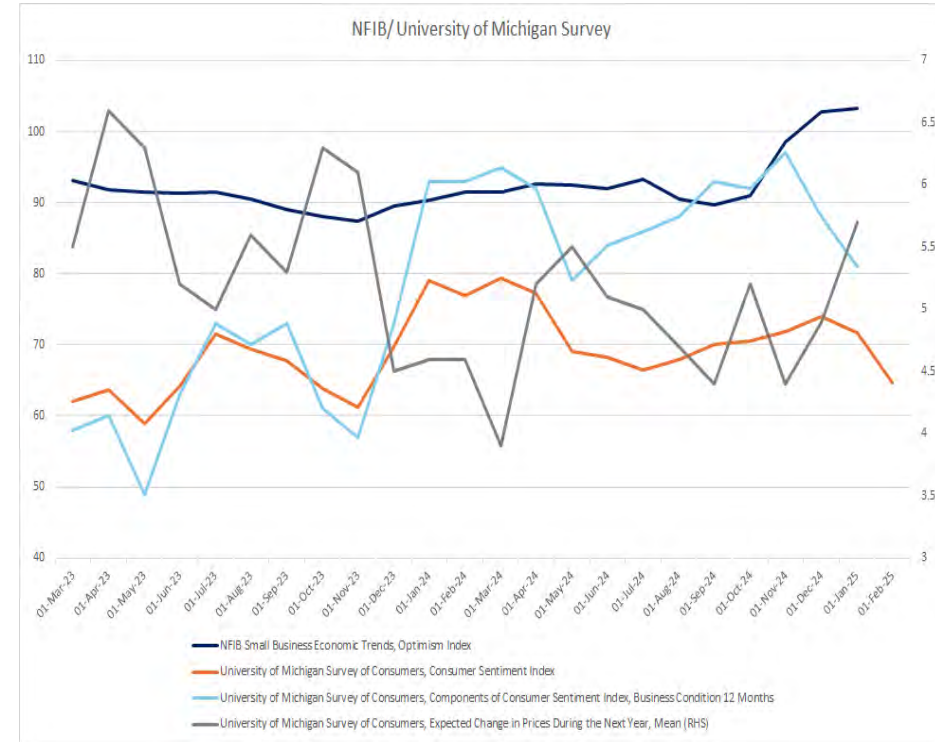
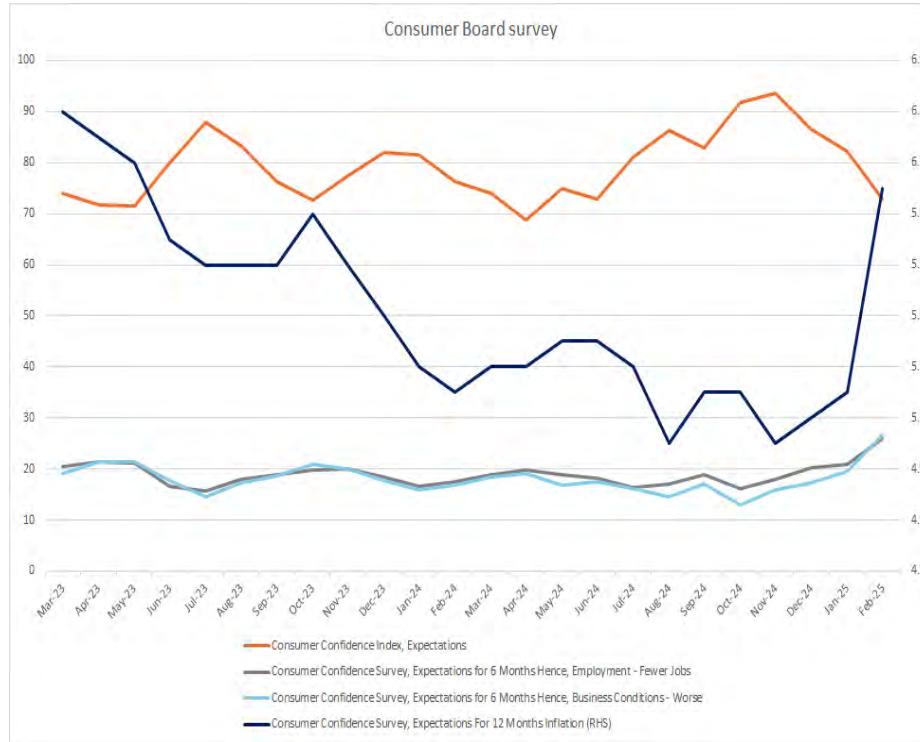


Germany's 'whatever it takes' moment



- One of the Germany's largest fiscal regime shifts in post war history, perhaps only rivalling re-unification.
- Merz's own 'whatever it takes' moment. The leaders of the CSU/CSU and SPD announced an agreement to approve three material changes to the debt brake before the end of the outgoing parliament in which the centrist parties still hold a constitutional majority:
 1. A EUR 500bn SPV for infrastructure investment.
 2. An exemption from the debt brake for defense spending above 1% of GDP.
 3. A rise in the net borrowing cap for federal states from 0% to 0.35% of GDP.
- The announcement resulted in the biggest move in the 10 year Bund yield since the fall of the Berlin Wall.
- **Implication: time to rethink Germany's medium term economic prospects.**

US consumers are feeling less optimistic

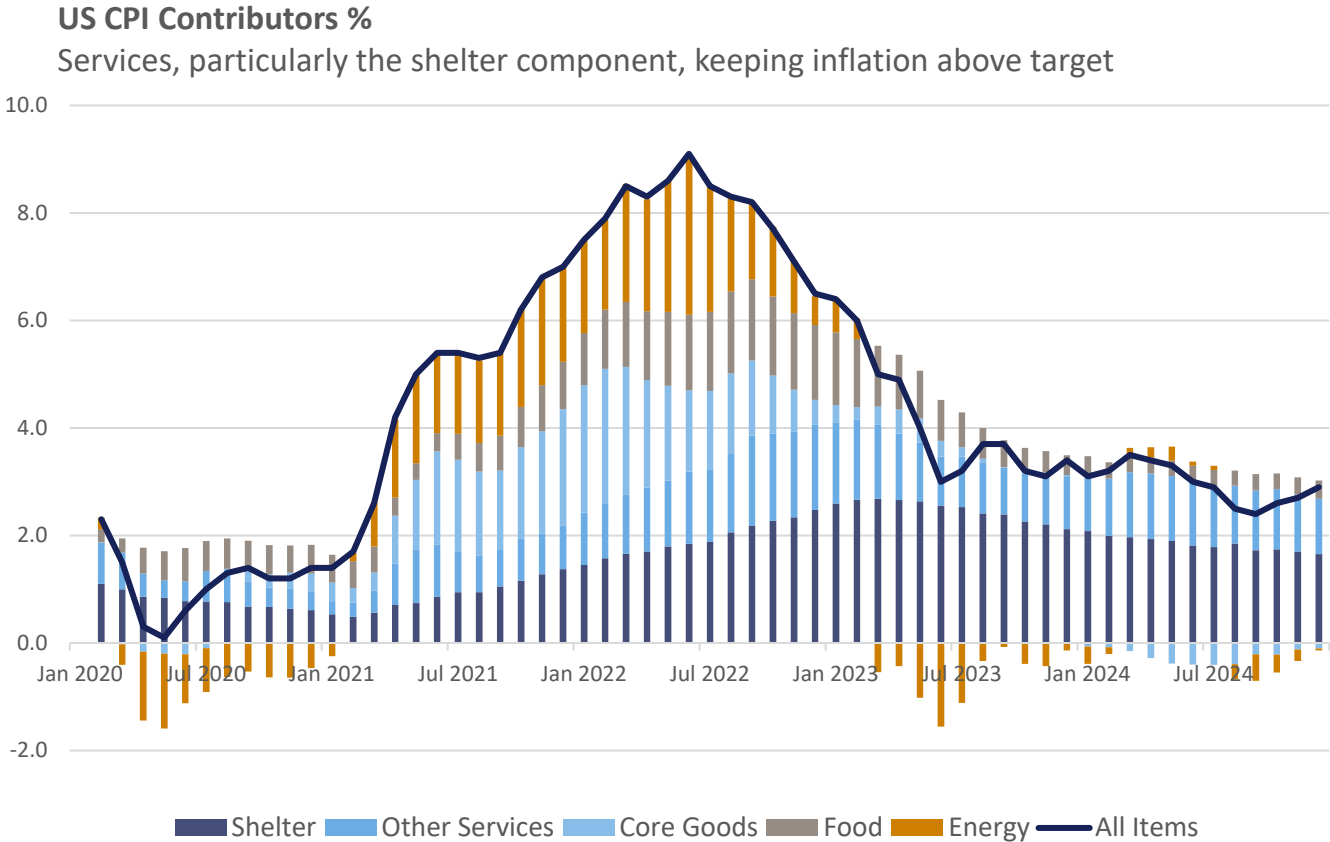


- US survey data has been rolling over as of late. Growth expectations have been slowing, with inflation expectations ticking up at the same time.
- The latest Consumer Board survey suggested that, while consumers are still positive about US Equities for the next 12 months, they are less confident than they were in the immediate aftermath of the election.
- Hard US data has also started 2025 on a weaker note.
- **Implication: Data has driven a reassessment of US “exceptionalism”.**

Inflation remains sticky....

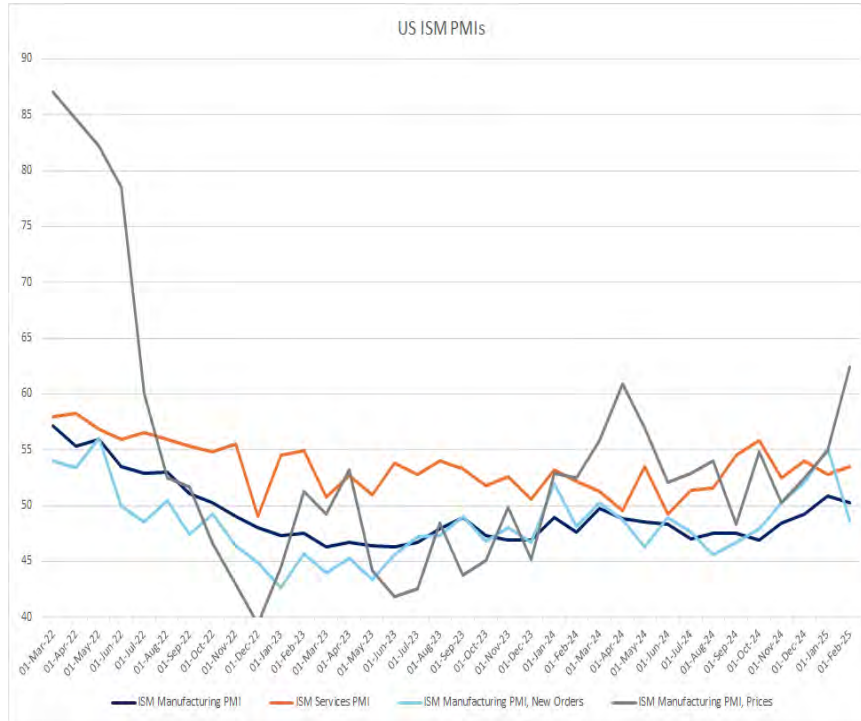
As has been the case for almost four years, inflation remains above target in the US, the UK and Europe.

The 'last mile' of inflation is primarily driven by persistent service sector inflation, particularly in the shelter category, as the effects of the 2021 inflation continue to permeate the economy.

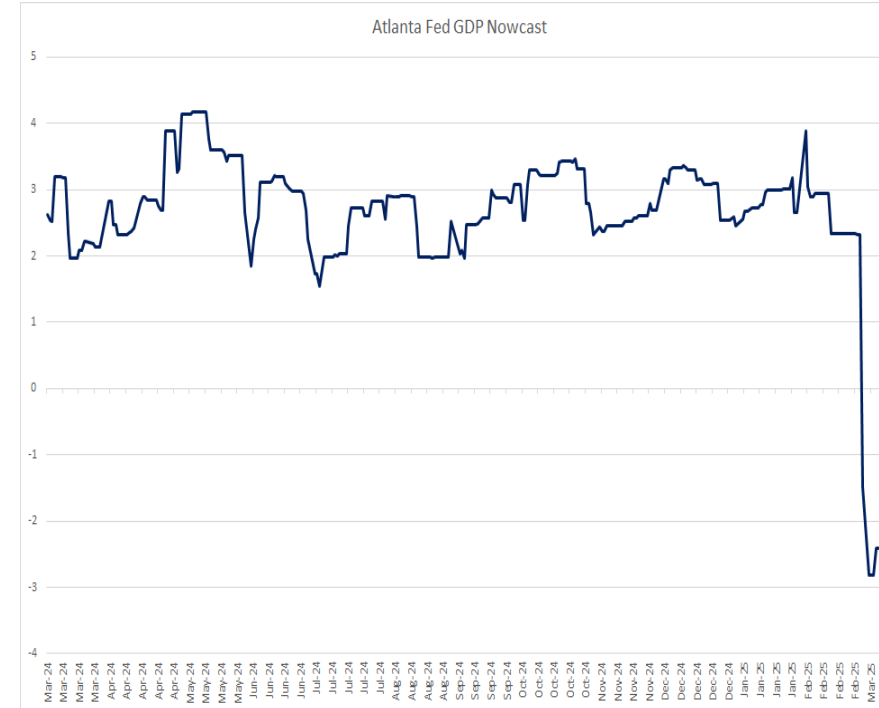


Source: Bloomberg

Tariff uncertainty hit manufacturers more acutely








- Manufacturing PMI, while remaining just in positive territory has raised stagflationary concerns as prices paid have risen considerably with employment and new orders have moved in contractionary territory.
- Services sector still looks in reasonable shape which may encourage the Fed to adopt a wait and see approach.
- **Implication: mixed signals likely to warrant Fed caution.**



- The Atlanta Fed's GDPNow estimate is now forecasting an annualised contraction of -2.4%.
- Imports ahead of tariffs have increased the trade deficit.
- **Implication: Incremental evidence of slowing US economic momentum. However, given the nature of the trade distortions at present, the dataset may become less reliable.**

Trump 2.0 – inflationary or not? Be fully invested in a range of asset classes

	Possible Policy Implications
 Taxes	<ul style="list-style-type: none"> ▪ Full extension of 2017 income tax cuts ▪ Possible corporate tax rate cut to 15% (from 21%) ▪ Cuts to US government spending
 Climate & energy	<ul style="list-style-type: none"> ▪ Revoke some climate-related IRA parts ▪ Support domestic fossil fuel production
 Protectionism	<ul style="list-style-type: none"> ▪ Strategic decoupling from China ▪ 60% tariff on imports from China, 25% on Mexico and Canada ▪ Universal 10% tariff on all imported goods
 Geopolitics	<ul style="list-style-type: none"> ▪ Ongoing tensions with China & Iran ▪ End war in Ukraine, full backing of Israel ▪ Pull back from NATO (& Europe)?
 Social & immigration	<ul style="list-style-type: none"> ▪ Stronger enforcement at Mexican border, incl. border wall & sending troops ▪ Deportation of illegal immigrants

Source: LGT



Trump tends to escalate to de-escalate, and his methods of communication and his assertiveness will keep markets on their toes over the next four years.

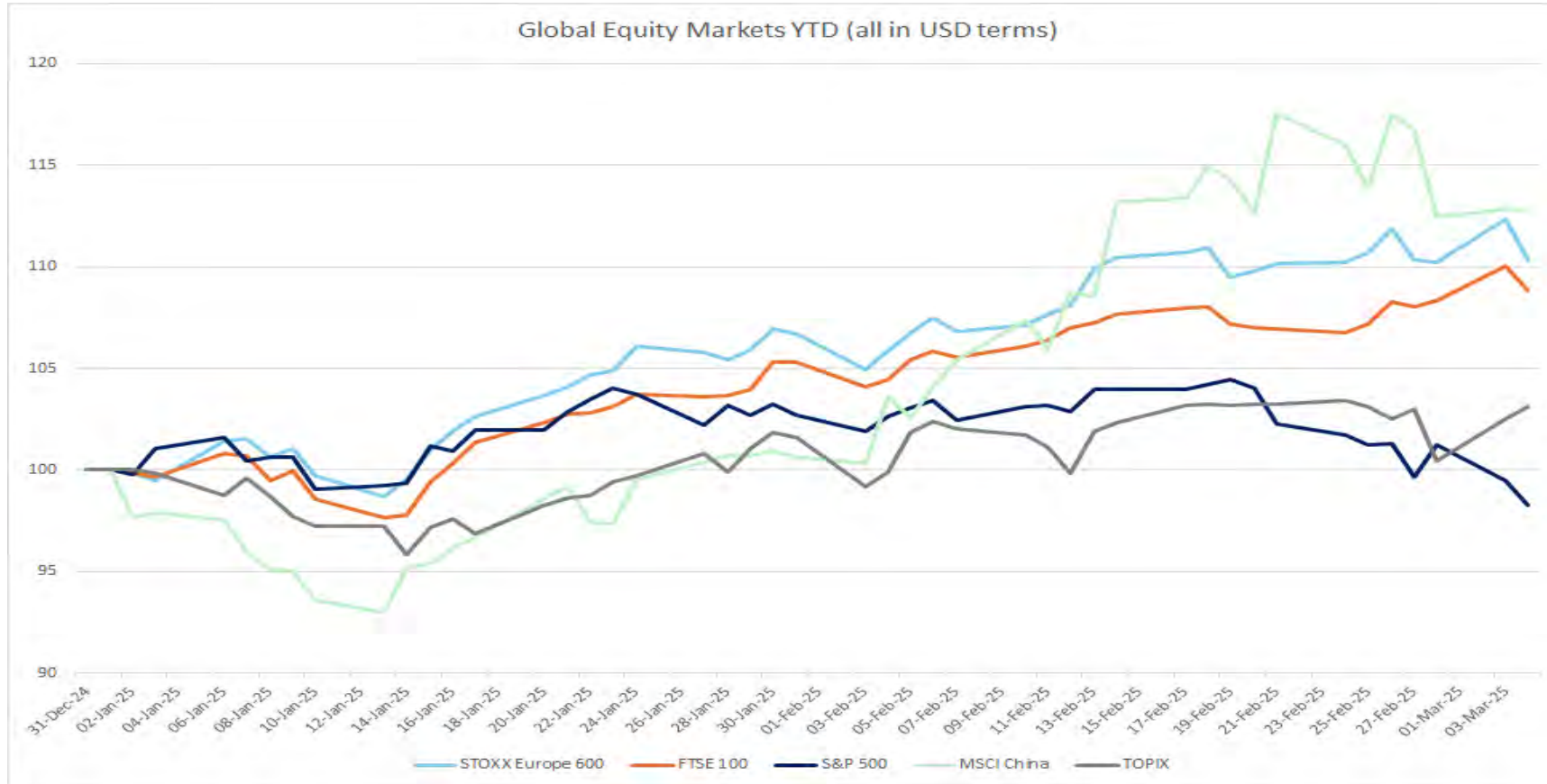


Tariffs, restrictions on immigration and extensions of corporate tax cuts are all inflationary, whereas cutting federal spending and increasing domestic fossil fuel production would be disinflationary.



The former points towards a meaningful allocation to alternatives and commodities, the latter to fixed income. As a result, we advocate being fully invested and fully diversified at present.

Global Equities



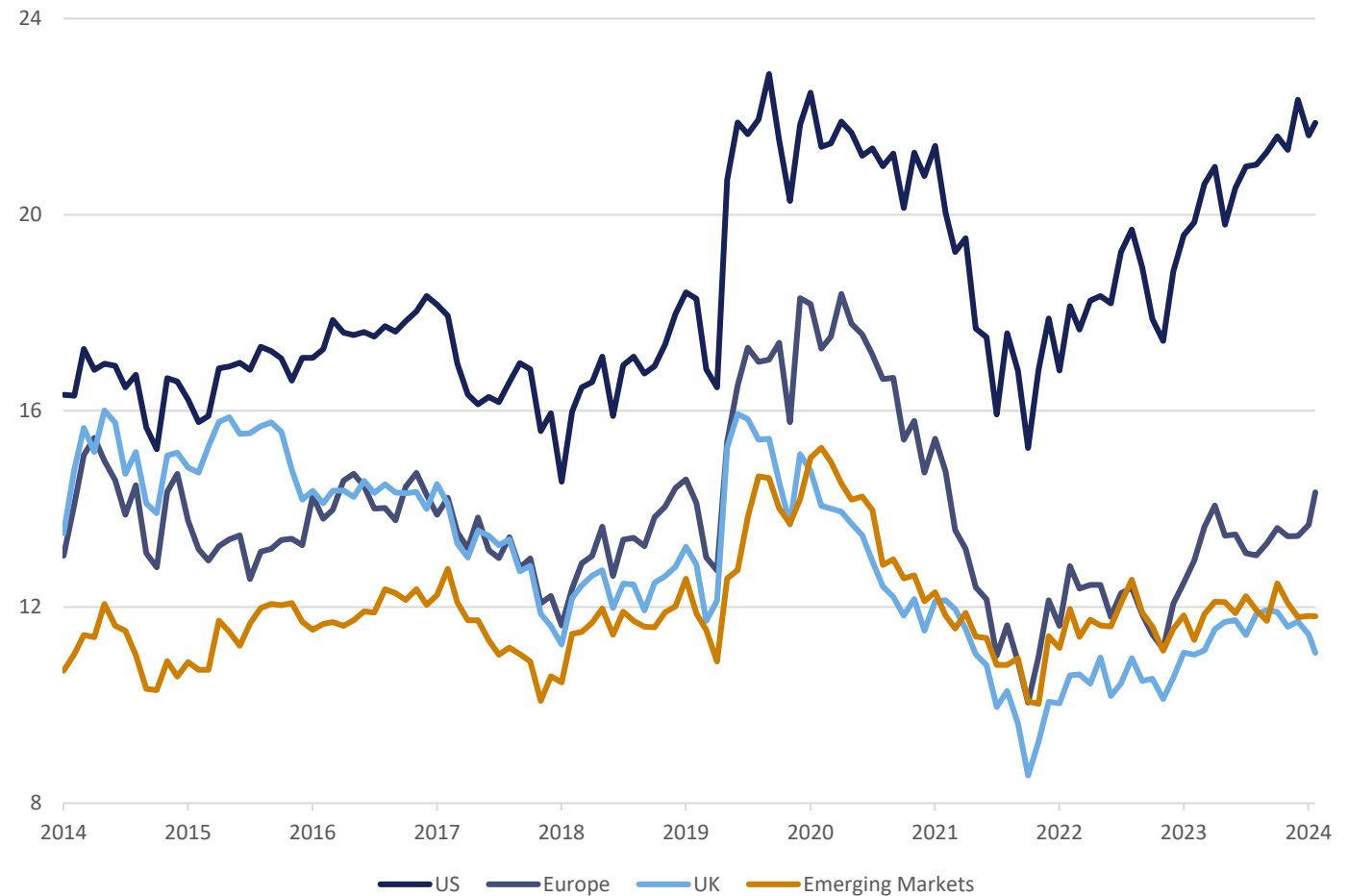
- The S&P 500 has underperformed wider DM markets YTD- Europe and FTSE have led the way, with gains having been driven by banks and defence stocks.
- China has surged, led by tech stocks.
- Japan relatively muted YTD in USD terms.

Global equity markets – high expectations in the US but less so elsewhere

- If the key theme of 2024 was a US economy and market environment exceeding low expectations, 2025 will likely be defined by the challenge of meeting high ones. This shift is reflected in US equity valuations.
- These expectations may well prove justified – the macro backdrop appears to be benign – but they, along with a higher level of geopolitical uncertainty, may result in an environment where volatility is higher than investors experienced in 2024.
- With all the talk of US exceptionalism, valuations elsewhere look less demanding. The US market now represents over 70% of the world index, and there is a yawning gap in both relative valuations but also expectations.

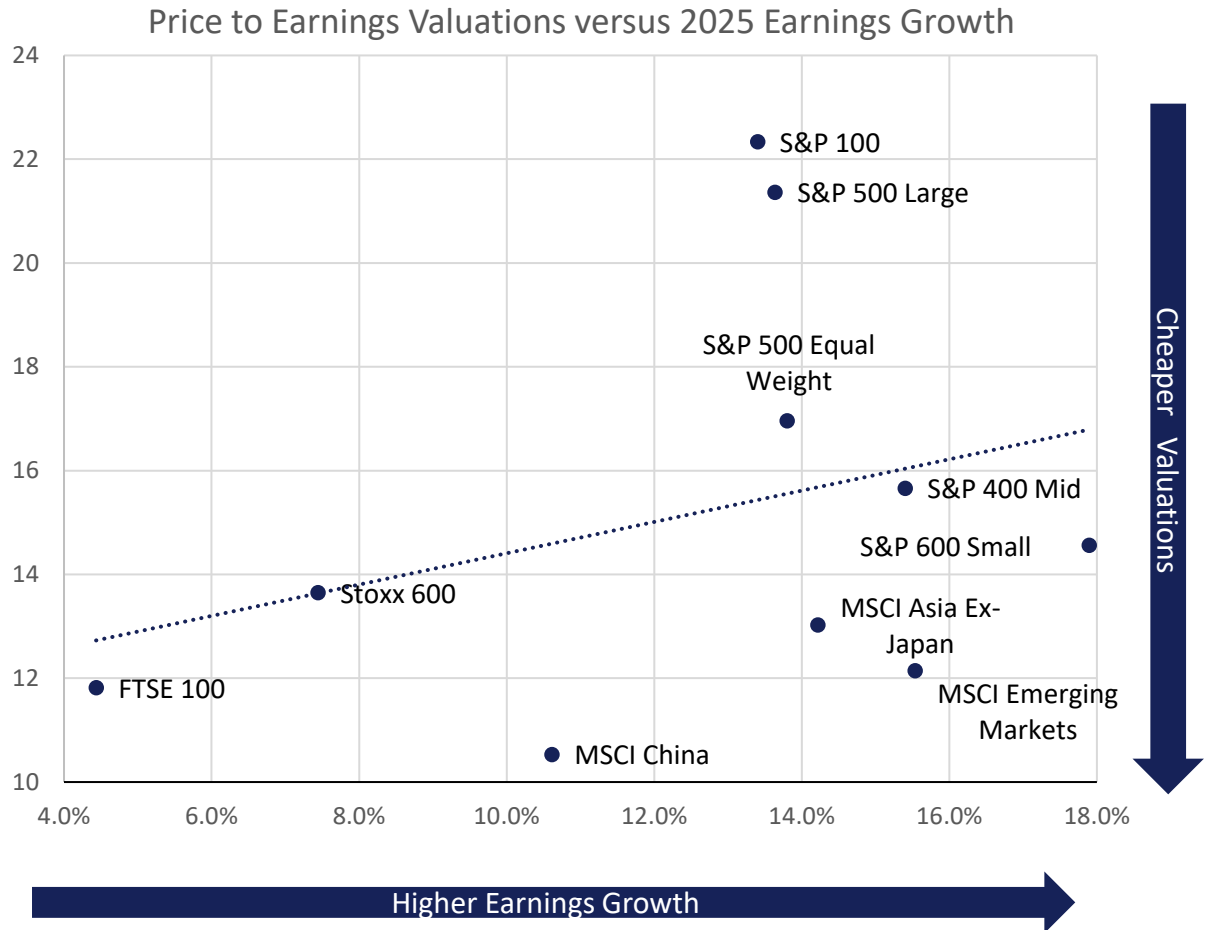
Major Index Price to Earnings ratios

US elevated, everyone else close to long term averages



Source: Bloomberg

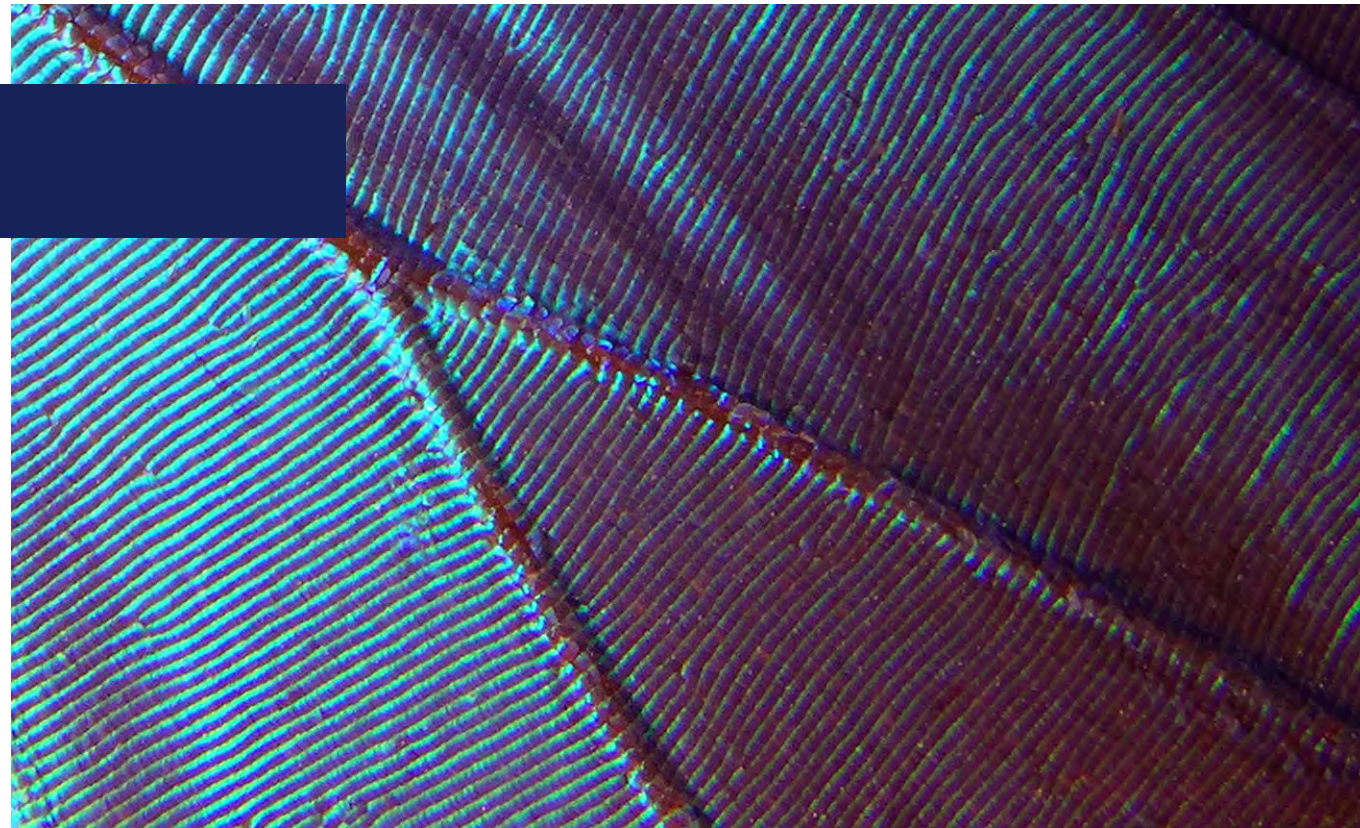
Earnings growth in 2025 – broadening out



- Large companies in the US stand apart when it comes to valuation. We think this is mostly for good reason but that they do not offer particular value at this point.
- Expected earnings for 2025 point to broadening out of growth. Growth for middle and small sized US companies, as well as the average stock, all look set to outgrow their larger counterparts in 2025.
- As the chart illustrates, this is not captured in valuations currently, as the smaller you go, the cheaper companies get on a price to earnings basis.

Source: Bloomberg

Appendix



Introducing: the Charity Resources Hub

We offer practical added value, insights, training for trustees and guidance on best practice.

Additional reports



Impact report



Sustainability 360



Stewardship at LGT



Stewardship policy

Charity specific insights and training

Charities Working in partnership, respecting your values

We collaborate with charity and endowment clients to provide charity investment solutions tailored to your organisation's objectives. Through our Charity Resource Hub we offer practical added value, insights, training for trustees and guidance on best practice.

→ Contact us



Charity resource hub Practical guidance with added value

Hear from experts across our firm (with unique investment and charity sector insights) together with guidance on best practice. Our interactive bite-size trustee training is free from program, easy to access and helps you stay up-to-date.

→ Contact us



Charities: What happens when festive philanthropy goes digital?
With the festive season upon us and Giving Tuesday being held on 28 December, it's a time of year when generosity and engagement in philanthropy are in the charity fundraising calendar and trustees look to their fundraising tool arsenal with their technical expertise & existing knowledge in the digital age.

→ Discover more



Charities: 10 tips for first-time charity trustees
Each year, the Trustee Trust Institute highlights the importance of charity trustees, offering a guide for trustees to ensure they have the right skills and experience to take on the role.

→ Discover more



Charities: The UK Budget through a philanthropy lens

The individual charitable donations to charity that were reported in the 2022 Charity Survey are up on 2021, but the overall picture is mixed. The 2022 Charity Survey shows that the number of charities reporting a significant increase in donations has fallen.



Charities: How philanthropy might reduce your capital gains tax bill
When it comes to the history of senior taxes, the 1990s are a time when the UK's top rate of capital gains tax was 30% for many years, and the 20% rate of capital gains tax was introduced in 2008.

- Sector Insights
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Suggestion box – what would you like to hear about?

Visit:
<https://www.lgtwm.com/uk-en/charities/charity-resource-hub>
Or scan the QR code below:



Your investment manager



Miranda Richards

Senior Investment Manager, Charities Team

Miranda is a Senior Investment Manager and joined the business in 2020. She has over 30 years' experience of financial markets, as an economist, strategist, journalist, fund manager and client adviser.

During an extended career break Miranda served on a number of charity boards and investment committees, including Murray Edwards College, Cambridge, and the Varrier Jones Foundation, and now brings that trustee experience to her professional life.

In 2022, she was named Woman of the Year – ESG by Professional Adviser and outside of her professional responsibilities remains an active trustee and committee member, including the investment committee of St Andrews University.

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