



*Dame Agnes Weston's Royal Charity for the Naval
Service*

Investment Policy

Dated 2020

Aggie Weston's Investment Policy

Preamble

The Trustees wish to pursue a policy which provides revenues for its current purposes and enhances income and capital over the longer term, thereby enabling them to meet their current and future objectives. The Trustees, in delegating the management of the portfolio to Investment Managers (currently Newton Investment Management Limited), require the Manager to pay attention to the standard investment criteria, namely the suitability of the class of investment, the suitability of particular investments in that class and the need for diversification insofar as is appropriate to the circumstances of the Charity. Any restrictions on the type of investments or markets in which the Manager may invest on the Charity's behalf will be notified to them in writing. Benchmarks and objectives will be subject to regular review.

Objective

To achieve a return balanced between income and capital growth. Income to be maximized as far as possible whilst maintaining the capital value.

Investment restrictions

1. No direct investment in companies that produce alcohol, pornography, gambling services, pay day loans or tobacco (restrictions to apply in the absence of the Trustees' approval to specific exceptions; 'no direct investment' means less than 5% of a company's turnover)
2. No single investment shall exceed 7.5% of the portfolio without Trustees' agreement
3. No investment to be made in derivatives

Benchmark

The benchmark for the portfolio is a composite comprising:

- 20% FT Govt All Stocks
- 50% FTSE All Share Index
- 25% FTSE World ex UK (£) Index
- 5% Cash 7 day LIBID

Income

Minimum income target of £300,000

Other

The Trustees may from time to time require the managers to hold non-discretionary cash balances as part of the Trustees' reserves policy.

Investment Policy – 2020

Next review - 2025

Where capital growth consistently exceeds inflation (the CPIH) by more than 2% consideration should be given to converting some of the excess capital growth to income, whilst taking account of capital volatility.

Confirmatory statement

We acknowledge that Newton Investment Management Limited has been given discretion to manage assets of The Trustees of Dame Agnes Weston's Royal Charity for the Naval Service and will be using BNY Mellon as global custodian as set out in an investment management agreement between the parties dated 31.3.2000. In the event of any inconsistency between the Policy Statement and the Agreement the latter shall prevail.

Signed

Capacity

Name

Date