



The Representative Body of the  
**Church of Ireland**  
*Supporting and serving the church community*

## **RB GENERAL UNIT TRUST (REPUBLIC OF IRELAND)**

*Summary of Annual Report and Financial Statements*

*Year ended 30 June 2013*

## **WHO MAY INVEST IN THE RB GENERAL UNIT TRUST (RI)**

The RB General Unit Trust (RI) is open to charitable trusts donated and bequeathed to, or accepted by, The Representative Church Body (RCB) for specific/general purposes of the Church of Ireland and for parishes and dioceses in the Republic of Ireland.

It is also open to trust funds administered by trustees other than the RCB where the specific purposes of the trusts are for the benefit of the Church of Ireland.

The RCB must receive all necessary documentation/information (copy of will or governing instrument, terms of trust, etc) prior to date of investment.

In some instances the RCB may request a disclaimer to be completed by a parish, diocese or other trust fund prior to investment in order to indemnify The Representative Church Body in its role as trustee, fund manager and administrator.

Inquiries or clarification on the acceptance of new trusts should be addressed to the Head of Trusts, The Representative Church Body, Church of Ireland House, Church Avenue, Rathmines, Dublin 6 (telephone + 353 1 4978422).

## **RB GENERAL UNIT TRUST (RI)**

### **STATUS**

The Trust was established on 1 January 1991 under a Deed of Trust granted by the Commissioners of Charitable Donations and Bequests for Ireland (the "Charity Commissioners") in accordance with the statutory provisions of the Charities Act, 1961.

### **FUND OBJECTIVE**

To at least maintain the capital value of the Fund in real terms over time while paying a stable, sustainable and competitive distribution rate.

### **VALUATION**

The Trust portfolio is valued at market prices at the end of each month and the price of new units acquired reflects the income accrued by the Trust in the period.

### **PURCHASES / SALES**

Units in the Trust may be bought or sold on the first day of every month. Income acquired on new units on any issue date is reflected in the unit distribution at the end of the distribution period. Income accrued since the previous distribution date is not reflected in the price of a unit when units are sold.

### **CHARGES**

A charge of 1% to cover market transaction costs is included in the purchase price of new units. No charge is made on unit sales.

The costs of administering the Trust are borne by The Representative Church Body. However, in order to defray these costs, a 5% charge on the distributed income of the Trust is taken (subject to the maximum permitted under the Trust Deed approved by the Charity Commissioners).

### **TRUSTEE AND MANAGER**

The Representative Church Body (which is an incorporated trustee body for the Church of Ireland with full charitable status) is Trustee under the terms of the Trust Deed approved by the Charity Commissioners.

The Investment Committee of The Representative Church Body, and its investment team, formulate investment policy and manage the Trust on behalf of the Trustee.

## MANAGER'S REPORT – YEAR TO 30 JUNE 2013

### Investment Performance

The capital value of a unit in the Trust increased by 11.5% while the total return (capital and income) was +16.1%.

Annualised returns of the Trust compared with the Fund Benchmark and inflation over the past five years were:

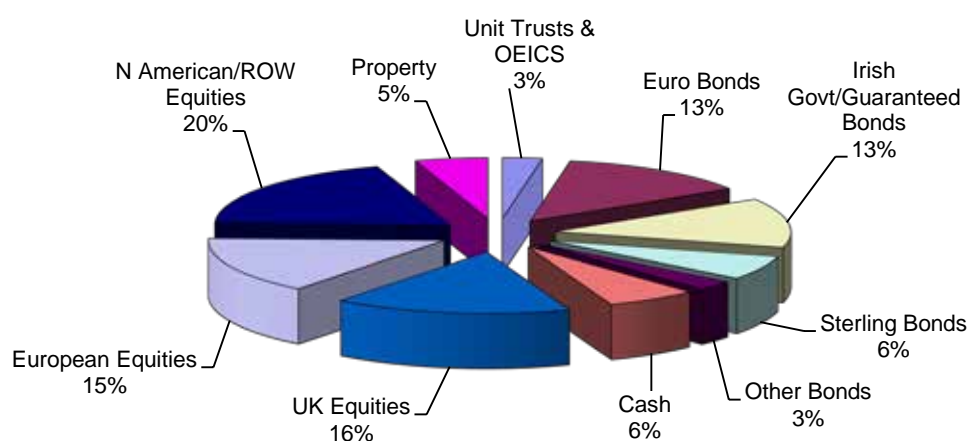
<b>Annualised Total Returns %:</b>	<b>1 Year</b>	<b>3 Years</b>	<b>5 Years</b>
<b>RB General Unit Trust (RI)</b>	<b>16.1</b>	<b>10.8</b>	<b>1.7</b>
<b>Benchmark*</b>	<b>14.6</b>	<b>8.5</b>	<b>4.6</b>
<b>RB General Unit Trust (RI) Capital</b>	<b>11.5</b>	<b>6.1</b>	<b>-3.0</b>
<b>ROI Inflation (CPI)</b>	<b>0.7</b>	<b>1.7</b>	<b>-0.3</b>

\* Benchmark 70% FTSE Eurotop 100; 15% ML Eur All Bonds; 15% ML Irish Govt Bonds

Note: For simplification purposes the current BM has been utilised across the 5 year period; the 5 year relative performance is negatively impacted by the fact that the portfolio historically contained a large weighting towards Irish Equities.

### Portfolio Composition

The investment profile of the Trust (by value at 30 June 2013) is displayed in the following chart:



The ten largest equity holdings at 30 June 2013 were:

	<b>% of Fund</b>		<b>% of Fund</b>
Fairfax Financial	2.1	Johnson & Johnson	1.6
Healthcare REIT	1.9	Dragon Oil	1.6
Kinder Morgan	1.8	Intel	1.6
Tesco	1.8	E.On	1.5
Royal Dutch Shell	1.7	Fortum	1.5

### Unit Details

Date	Unit Value (Cent)	Number of units in issue	Fund Value
30 June 2012	271.93c	52,445,014	€142.614m
30 June 2013	303.18c	52,445,678	€159.004m

### Income Distributions

The ex dividend and payment dates and the cent per unit paid by the Trust in the year ended 30 June, 2013 were:

Half year to	XD date	Payment date	Cent per unit
31 December 2012	30/11/12	31/12/12	4.0c (4.0c)
30 June 2013	31/05/13	30/06/13	7.0c (7.0c)

As shown above, income distributions totalling 11.0 cent per unit were paid in the year ended 30 June 2013 (year ended 30 June 2012, 11.0 cent).

### Dividend Policy

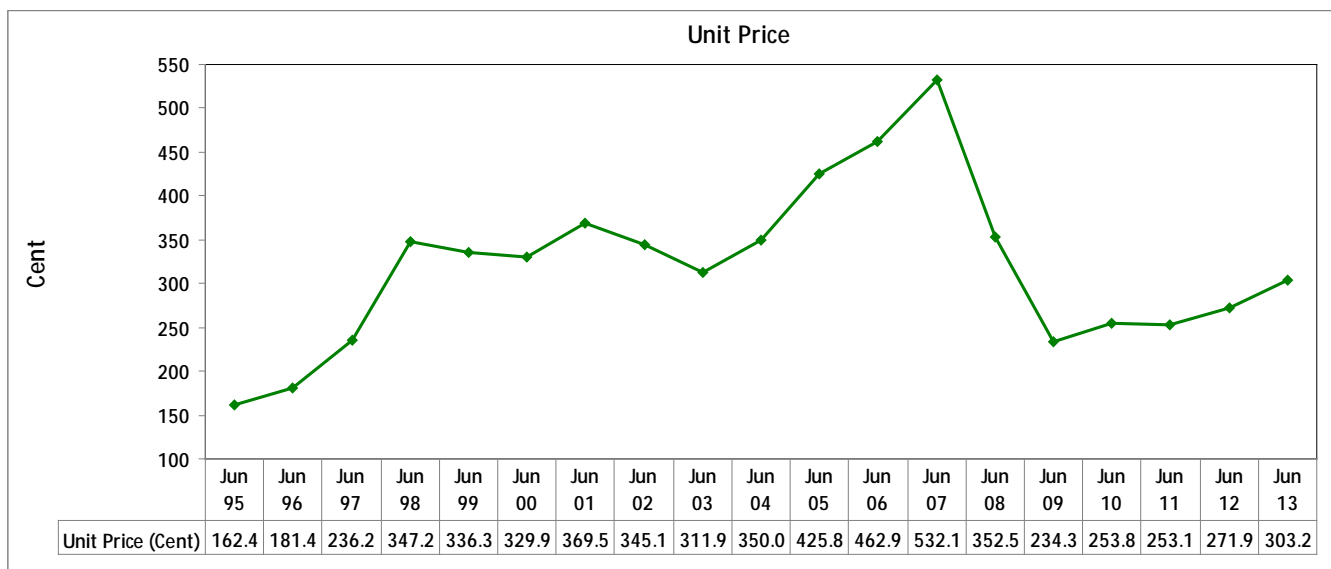
At least 80% of net income in any individual year will be distributed to unit holders. In order to manage a stable and sustainable distribution on a yearly basis, a Dividend Equalisation Reserve fund has been established. The level of this Reserve is targeted at a level of 2% of the Unit Trust Fund Value and will not be allowed to exceed 4% of this Fund value.

Moderate growth continued in dividends as corporate earnings remained resilient during the year and the Trust agreed to maintain its interim distribution at 4.0 cent and its final distribution at 7.0 cent. In addition, a sum of €0.741m was transferred to the Dividend Equalisation Reserve as at 30 June 2013 in line with the DER policy. The balance in the Reserve at the financial year end was €3.175m or 2.0% of Fund value (2012: €2.434m or 1.7% of Fund value).

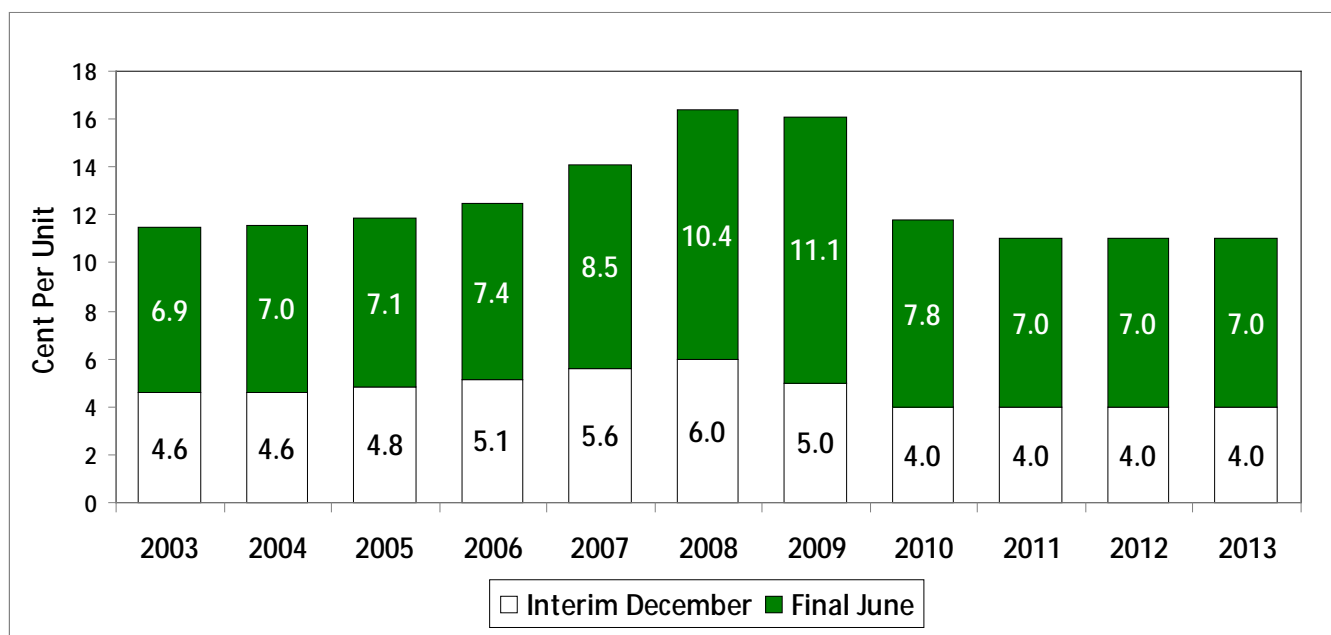
### Current Yield

Based on the value of a unit at 30 June 2013 of €3.03, and a full year distribution of 11.0 cent, the distribution yield was 3.63%. (The comparative figures for 30 June 2012 showed a yield of 4.04% based on a unit value then of €2.72 and a full year distribution of 11.0 cent).

### PERFORMANCE STATISTICS (Unit Value in Cent)



### Income Distributions (2003-2013) - Financial Year-end 30 June



#### A cash investment of €1,000 on 1 January 1991 (date of inauguration)

- would have bought 787.56 units
- was worth € 2,388 at 30 June 2013 – an increase of 139%
- has increased its income from €60 p.a. in the first year to €87 p.a. in the financial year ended 30 June 2013 – an increase of 44%

#### A cash investment of €1,000 on 1 July 2013

- would have bought 325.86 units based on the offer price of 306.88 cent (363.21 units on 1 July 2012)
- would provide an expected annual income of circa €36 in the first year (based on an interim distribution of 4.0 cent and an *estimated* final dividend of 7.0 cent)

*Past performance is not necessarily a guide to the future and the value of the units can go down as well as up.*

## ACCOUNTS

The accounts of the Trust are audited by PricewaterhouseCoopers, Chartered Accountants and Registered Auditors. The following abstract from the audited figures summarises the period under

review.

### **INCOME AND DISTRIBUTION**

	<b>2013</b>	<b>2012</b>
	<b>€'000</b>	<b>€'000</b>
<i>Income</i>	6,862	6,798
<i>Expenses</i>	<u>(23)</u>	<u>(27)</u>
<i>Net Income available for distribution</i>	6,839	6,771
<i>Distribution</i>	<u>(6,098)</u>	<u>(6,109)</u>
<i>(Deficit)/Surplus Income after distribution</i>	741	662
<i>Transfer to/(from) Dividend Equalisation Reserve</i>	<u>741</u>	<u>662</u>

### **BALANCE SHEET**

	<b>2012</b>	<b>2012</b>
	<b>€'000</b>	<b>€'000</b>
<i>Investments at Market Value</i>	<u>159,155</u>	<u>142,614</u>
<i>Current Assets</i>		
<i>Debtors</i>	3,250	2,580
<i>Cash at Bank</i>	<u>-</u>	<u>-</u>
	3,250	2,580
<i>Current Liabilities</i>		
<i>Financial Instruments</i>	(151)	(0)
<i>Creditors</i>	(73)	(144)
	<u>-</u>	<u>-</u>
<i>Net Current Assets</i>	<u>3,026</u>	<u>2,436</u>
<i>Trust Capital Fund</i>	<u>162,181</u>	<u>145,050</u>

Copies of the audited accounts with full portfolio details can be obtained by writing to the Chief Officer and Secretary of The Representative Church Body.

HJ Saville  
Chairman of Investment Committee  
15 October 2013

***TRUST DEED***

Dated 5 February 1991  
[Charities Act 1961]

***TRUSTEE***

The Representative Church Body  
Church of Ireland House  
Church Avenue  
Rathmines  
Dublin 6

Telephone: +353 1 4978422  
invest@rcbdub.org

***AUDITORS***

PricewaterhouseCoopers  
One Spencer Dock  
North Wall Quay  
Dublin 1

***BANKERS***

Bank of Ireland  
Baggot Street & College Green  
Dublin 2

**RCB INVESTMENT COMMITTEE  
(at 16 October 2013)**

Mr Henry Saville (Chairman)

Mr Tim McCormick	Mr John Wallace
Mr Terence Forsyth	Ms Hilary Prentice
Mr David Smith	Mr Roy Benson