

Appendix C

Security

The low actual risk for the Council's portfolio of investments reflects its cautious approach to counterparty selection which in turn is reflected in low investment returns.

	Maximum risk level	Actual risk level	Variance
Investments maturing in < 1 year	0.060%	0.018%	0.042%
Investments maturing between 1 - 2 years	0.060%	n/a	-
Investments maturing between 2 - 3 years	0.080%	n/a	-

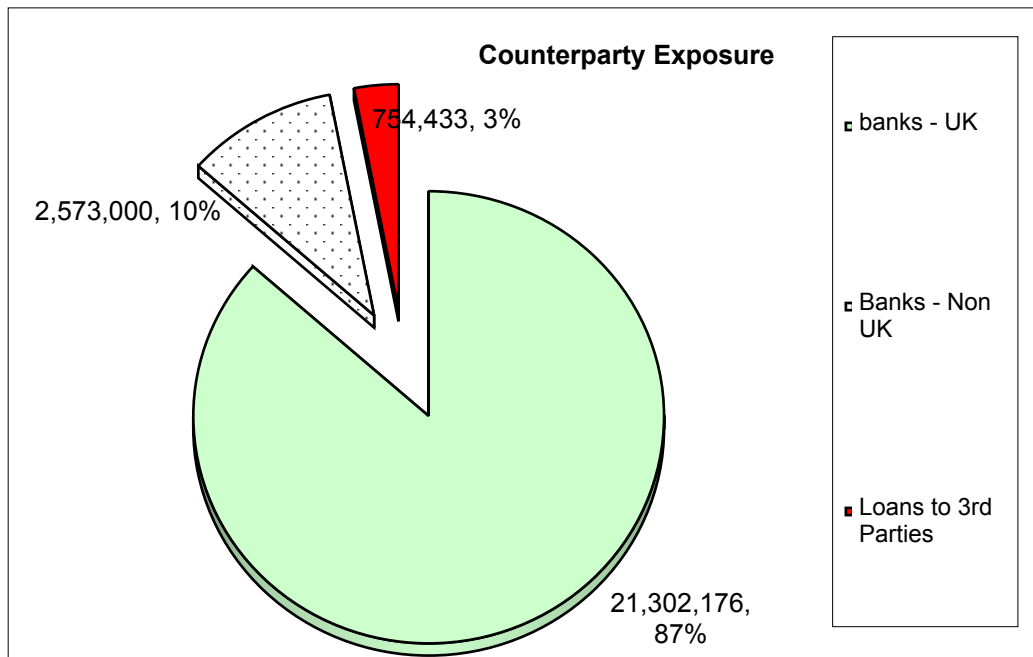
Liquidity

The Council had an average of £7.915m instant access cash available during the reporting period. This is in excess of the working capital sum required but reflects the instant access nature of deposits in instant access accounts during this period of low returns. The council did not use its overdraft facility in this reporting period.

Yield

	Budget	Actual	Variance
Interest receivable 2017-18	£111,488	£130,309	(£18,821)
Yield (3 month LIBID ¹)	0.286%	0.839%	(0.553%)

The rate of return of 0.839% includes cash investments and loans to 3rd parties and is higher than the target yield.



@ 31/3/2018
29% of
investments
are held in
instant
access
accounts.

Actions/Decisions required

None

¹ LIBID – London Inter-bank Bid Rate