

MINUTES

Meeting of: Scottish Futures Trust Investments Limited – Board

Date & Time: Monday 8 October 2018

Place: Boardroom, 11-15 Thistle Street, Edinburgh

Present: Ian Russell (IR) (Chairman)
Carolyn Dwyer (CD)
Fiona Mackenzie (FM)
Ann Faulds (AF)
Graham Watson (GW) (by video link)
Peter Reekie (PR)

In attendance: Vivienne Cockburn (VC)
Kerry Alexander (KA)
Andrew Bruce (AB) (part meeting)
Liz Petrie (minutes)

1 APOLOGIES & DECLARATION OF DIRECTORS' INTERESTS

There were no apologies. Changes to CD's interests were highlighted and it was noted that these have been included on the SFT Board Register of Interests.

2 MINUTE OF PREVIOUS MEETINGS, ACTION TRACKER AND MATTERS ARISING

The Board approved the minute of the meeting of 26 June 2018.

The Board noted that the single action in action tracker is included in the agenda at Item4.

3 INVESTMENT PERFORMANCE AND PIPELINE

The Board noted the report reviewing the Company's performance in the six months of the financial year 2018/19 and the pipeline of investments.

NG provided an update on the ongoing work to rebuild the portfolio monitoring model, overlaying all operating models with the models at financial close. NG advised that the financial year end is targeted for completion of this work.

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

Given the issues emerging on hub, it was requested that the SFT Board consider a report on hub at its next meeting.

PR to bring report on hub to the main Board in November 2018.

The Board reviewed the hub investments planned within the current financial year. It was noted that it is assumed that the Company will continue to invest a minimum of 10% of the subdebt.

The Board confirmed approval in principle of the proposed subdebt investments for the period to end March 2019 as laid out in Annex A and noted that appropriate meetings of the Investment Committee would be scheduled in accordance with the scheme of delegation approved at the Board meeting of 20 August 2013.

4 **Hub Community Foundation**

AB joined the meeting.

The Board noted the report and AB, a trustee of the the nub Community Foundation, outlined the background to the Foundation's establishment.

5 **Annual Accounts**

The Board noted that a meeting of the Group Audit Committee had taken place on 3 September 2018 and the draft minute of the meeting was noted.

The Board noted that the Committee had reviewed the Annual Accounts and Financial Statements 2017-18 and agreed to recommend them for approval to the Board. VC confirmed the minor amendments made since the Committee's consideration of the accounts.

The Board noted the Annual Report and Financial Statements 2017-18 and the letter of representation for approval. The Board commended the SFT Finance team for its professional work on the preparation of the financial statements.

The Board confirmed satisfaction that disclosure requirements had been met and there were no subsequent events that require to be disclosed.

Following the recommendation of the Group Audit Committee the Board approved the Annual Report and Group Financial Statements for the year ended 31 March 2018 and authorised their signing by IR and PR.

The Board further approved the terms of the Letter of Representation for the Group and authorised PR to sign on its behalf.

6 AOB

There was no further business.