

What types of investment portfolios does the School have?

The School's investment portfolios fall into 4 main categories which are explained below –

	Non-current investments (Endowments)	Non-current investments (School reserves)	Current investments (Operational Funds)	Liquidity funds (Operational Funds)
What does this mean?	Long term endowed investments	Long term investments	Current investments are typically expected to be accessed within 1 year or less	Liquidity funds are highly 'liquid' (i.e. quickly accessible)
Is this an endowment?	Yes	No	No	No
What is the source of these funds?	Gifts and grants from generous donors	Retained School surpluses, invested when possible	Sustainable financing including the School's private placements (green bonds) and a green bank loan	Surplus cash from the School's operating bank accounts
What are these used for?	The School's endowments are used to fund important charitable activities across the School community, as requested by the donor. This includes scholarships, research and academic Chairs	The School's reserves are set aside to cover future large or infrequent expenditure, such as the repayment of debt or as a buffer in a financial crisis (e.g. a future pandemic)	These are primarily used to fund capital projects (e.g. buildings) – for example, the Marshall Building and 35 LIF	These are used to fund the School's day to day operations, in conjunction with the cash in the School's operating bank accounts. If the School's bank accounts are holding a significant amount of cash, then some is transferred to the School's liquidity funds to ensure we do not breach our counterparty limit and to attract investment returns
What are these invested in?	<ul style="list-style-type: none"> • Equity • Corporate bonds 	<ul style="list-style-type: none"> • Equity • Corporate bonds 	<ul style="list-style-type: none"> • Corporate bonds 	<ul style="list-style-type: none"> • Money market funds

	<ul style="list-style-type: none"> • Property funds • Money market funds • Private equity <p>Please.refer.to. >What.types.of. funds.is.LSE. invested.in?". explainer</p>	<ul style="list-style-type: none"> • Property funds • Money market funds • Private equity <p>Please.refer.to. >What.types.of. funds.is.LSE. invested.in?". explainer</p>	<ul style="list-style-type: none"> • Money market funds • Term deposits <p>Please.refer.to. >What.types.of. funds.is.LSE. invested.in?". explainer</p>	<p>Please.refer.to. >What.types.of. funds.is.LSE. invested.in?". explainer</p>
Where can I find this in the School's financial statements?	Included within 'Non-current investments' on the Balance Sheet. More detail in Disclosure Note 13	Included within 'Non-current investments' on the Balance Sheet. More detail in Disclosure Note 13	The total of 'Current asset investments' on the Balance Sheet. More detail in Disclosure Note 15	Included within the 'Cash and cash equivalents' line on the Balance Sheet (which also includes cash held in our bank accounts). More detail in Disclosure Note 23