

DRAFT

TTL Properties Limited

TREASURY MANAGEMENT STRATEGY (Appendix to TfL Treasury Management Strategy)

1 **Borrowing**

- 1.1 TTL Properties Limited (TTLP) is working to establish an unsecured non-recourse Revolving Credit Facility (RCF) for three-five years with a panel of banks for £200m which is expected to be in place by early FY22/23. This facility will allow TTLP to meet its goal of a focused delivery on its property activity.
- 1.2 This facility is expected to be agreed by the end of April 2022 and will be signed after:
- (i) the TTLP Business Plan has been approved by the managing and statutory Chief Finance Officers¹;
 - (ii) approval by the TfL Finance Committee (or any other relevant Committee of the TfL Board) for TTLP as an independent subsidiary to borrow on a non-recourse basis;
 - (iii) approval of the TTLP Treasury Management Policies; and
 - (iv) approval by the TfL Board of the Prudential Indicators for 2022/23, including the Authorised Limit for external borrowing, which are expected to include up to £200m for TTLP borrowing within the overall TfL Group Limits.
- 1.3 TTLP may set up short term intercompany loan facilities with TfL group companies

2 **Investment Strategy**

- 2.1 Cash balances will be invested in accordance with the TfL Treasury Management Strategy, the TfL Treasury Management Policies and the TTLP Treasury Management Policies.

3 **Liquidity Strategy**

- 3.1 TTLP will produce a cash flow forecast that will forecast its liquidity. This will be updated weekly and show liquidity demand each week of the next 18 months.

¹ References to statutory Chief Finance Officer in this document mean the Chief Finance Officer under sections 114 and 115 of the Local Government and Finance Act 1988 and section 127 of the Greater London Authority Act 1999. References to managing Chief Finance Officer in this document mean the managing (non-statutory) Chief Finance Officer

3.2 TTLP will aim to hold a minimum balance of cash and short-term investments of £10m.

4 **Banking and Cash**

4.1 TTLP will set up independent accounts for TTLP that will operate outside the TfL Group Pool.