

# The Scottish Investment Trust PLC

## SCHEDULE OF MATTERS RESERVED FOR THE BOARD

### 1. Investment management and strategy

- a) Approval of the company's investment policy and benchmarks.
- b) Effective gearing levels.
- c) The making or defence of any takeover bid.
- d) The acquisition or disposal of interests exceeding 10% of the voting shares of any company.
- e) Transactions in any major listed investment which represents more than 4% of net assets and which change the percentage by more than 1%.
- f) Investment in any unlisted investment.
- g) Valuation of unlisted investments.
- h) Foreign exchange transactions in excess of 5% of net assets.
- i) Transactions in index futures and currency hedging.

### 2. Appointments

- a) Board appointments and removals.
- b) Appointments to boards of subsidiaries.
- c) Terms of reference of chairman and other directors.
- d) Terms of reference and membership of board committees.
- e) Terms and conditions of directors.
- f) Appointment or removal of company secretary and investment management.
- g) Appointment or removal of auditors and setting their remuneration.

### 3. Accounting and financial controls

- a) Approval of risk map and internal control arrangements.
- b) Changes to the company's management and control structure.
- c) Major risk management strategies.
- d) Treasury policies.
- e) Approval of any significant change in accounting policies or practices.

### 4. Dividends and announcements

- a) Declaration of dividends.
- b) Approval of interim and final preliminary announcements and financial statements.
- c) Approval of all circulars and listing particulars.
- d) Approval of announcements and press releases concerning matters decided by the board.

5. Structure and contracts

- a) Changes relating to the company's structure or its status as plc.
- b) Share buyback policy/Treasury shares policy.
- c) Material contracts of the company.
- d) Acquisitions or disposals of fixed assets other than portfolio investments.
- e) Prosecution, defence or settlement of litigation being material to the interests of the company.

6. Other matters

- a) Charitable and political donations.