

APPENDIX 1.

**TREASURY MANAGEMENT STRATEGY STATEMENT & INVESTMENT
STRATEGY FOR 2007/08.**

PRUDENTIAL INDICATORS

Prudential Indicator (2) Treasury Management Prudential Indicators	2005/06 Actual	2006/07 Estimated Out turn	2007/08	2008/09	2009/10
	£'000/%	£'000/%	£'000/%	£'000/%	£'000/%
Authorised limit for external debt.					
Borrowing	0	0	£5,000	£5,000	£5,000
Other long term liabilities	0	0	0	0	0
Total	0	0	£5,000	£5,000	£5,000
Operational Boundary for external debt.					
Borrowing	0	0	£2,000	£2,000	£2,000
Other long term liabilities	0	0	0	0	0
Total	0	0	£2,000	£2,000	£2,000
Upper limit for fixed interest rate exposure (Net principal re investment)	100%	100%	100%	100%	100%
Upper limit for variable interest rate exposure (Net principal re investment)	0	0	75%	75%	75%
Upper limit for principal sums invested for more than 364 days.	0	30%	75%	75%	75%