



GOVERNED RANGE MODERATELY ADVENTUROUS LIFESTYLE STRATEGY (DRAWDOWN) FACTSHEET

What is a Lifestyle Strategy?

As you approach your retirement date, you'll probably want to reduce your investment risk. This Lifestyle Strategy is designed to help you do that. Your investments are gradually switched from higher to lower risk portfolios as you get closer to retirement.

The Lifestyle Strategy is not compulsory. You can start or stop it at any time, but it must apply to all contributions to your plan.

What governance process is in place?

Your Lifestyle Strategy comes with ongoing governance. This simply means that our investment experts check it regularly. It allows us to maintain the best mix of assets in line with the risk category - and to make sure it is performing in line with its overall objectives - aiming to give you the best returns. The value of your investment can go down as well as up and you may not get back the value of the original investment.

If our experts decide that the mix of assets needs to be adjusted, it happens automatically on your behalf, you don't need to do anything. What's more, this service comes at no extra cost.

For full details of our governance process please visit our website at royallondon.com/pensioninvestments.

Who is this strategy designed for?

It has been designed for investors who want to use their fund to support a flexible income at retirement (known as drawdown) and have a moderately adventurous attitude to risk. If you're not sure what your risk attitude is you can complete our online Risk Attitude Profiling Questionnaire at royallondon.com/pensioninvestments to give you an idea of your attitude to risk.

If you are in any doubt about the suitability of any particular type of investment, you should seek professional financial advice. Advisers may charge for providing such advice and should confirm any costs beforehand.

What is the investment objective?

This strategy aims to deliver above inflation growth in the value of the fund at retirement. It has been designed to support regular income withdrawals when you retire, whilst taking a level of risk consistent with a moderately adventurous risk attitude.

Where is the strategy invested?

The strategy is invested in the portfolios shown. The mix of assets in each portfolio may change at any time in the future if our investment experts decide that a different blend of assets is more appropriate. It's an automatic process and there's no charge for it.

You will be automatically invested into the strategy at the point that matches your time to retirement.

As you approach retirement your money is automatically switched to ensure a gradual move between the portfolios and fund splits shown below. The switching occurs on a monthly basis on, or as close as possible to, the date on which your birthday falls.

Fund splits as at 16th August 2018 are shown in the following table:

Moderately Adventurous Lifestyle Strategy (Drawdown)	
Investment information 15 Years or more from retirement:	
Governed Portfolio 7	
RLP Property	14.60%
RLP Commodity	5.00%
RLP Global Managed	80.40%
Investment information 10 Years from retirement:	
Governed Portfolio 5 (Drawdown)	
RLP Cash Plus	1.87%
RLP Property	15.00%
RLP Deposit	1.75%
RLP Long (15yr) Gilt	3.28%
RLP Medium (10yr) Gilt	1.10%
RLP Medium (10yr) Corporate Bond	1.50%
RLP Long (15yr) Corporate Bond	4.50%
RLP Medium (10yr) Index Linked	1.25%
RLP Long (15yr) Index Linked	3.75%
RLP Global High Yield Bond	2.05%
RLP Short Duration Global High Yield	1.70%
RLP Commodity	5.00%
RLP Absolute Return Government Bond	1.00%
RLP Global Managed	56.25%

Investment information 5 Years from retirement:	
Governed Portfolio 6 (Drawdown)	
RLP Cash Plus	4.55%
RLP Property	12.50%
RLP Deposit	1.45%
RLP Long (15yr) Gilt	5.08%
RLP Medium (10yr) Gilt	5.08%
RLP Medium (10yr) Corporate Bond	6.33%
RLP Long (15yr) Corporate Bond	6.34%
RLP Medium (10yr) Index Linked	5.83%
RLP Long (15yr) Index Linked	5.84%
RLP Global High Yield Bond	2.15%
RLP Short Duration Global High Yield	1.85%
RLP Commodity	5.00%
RLP Absolute Return Government Bond	4.50%
RLP Global Managed	33.50%
Investment information at retirement:	
Governed Retirement Income Portfolio 4	
RLP Sterling Extra Yield Bond	7.50%
RLP Cash Plus	8.67%
RLP Property	10.00%
RLP Deposit	1.71%
RLP Medium (10yr) Gilt	3.37%
RLP Medium (10yr) Corporate Bond	6.00%
RLP Medium (10yr) Index Linked	5.00%
RLP Global High Yield Bond	7.50%
RLP Short Duration Global High Yield	1.50%
RLP Commodity	5.00%
RLP Absolute Return Government Bond	2.50%
RLP Global Managed	41.25%

If you want to know more about any of the funds or Governed Portfolios within this Lifestyle Strategy, including details of fund charges, please visit our website

royallondon.com/pensioninvestments and view the relevant factsheet.

Details of changes to the strategy

The following table documents the last 3 changes that Royal London have made to the portfolios within this strategy.

Effective Date of Change	Overview of Changes
16/08/2018	<p>Governed Portfolio 7</p> <p>A currency crisis in Turkey has rattled global stock markets. Before the selloff, our multi asset funds were already positioned relatively defensively, with the smallest overweight in equities since 2012 and favouring the US over emerging markets. We continued to reduce exposures to stocks and commodities, bringing the latter allocation into line with the benchmark. The proceeds were moved into property. We will look to add back to stocks in coming months. We are modestly overweight global equities.</p>
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12/07/2018	<p>Governed Portfolio 7</p> <p>Our Investment Clock may enter its 'Stagflation' phase during summer, as inflation tracks slightly higher while global growth cools, especially outside the US. Stocks are flat year-to-date after a burst of volatility that marked a global growth peak; a deteriorating economic backdrop and talk of trade wars signal further volatility. We continued to take profits on our equities position, where the overweight is the lowest since 2012, and reduced our overweight commodities allocation; the proceeds were moved into property. We are modestly overweight global equities and commodities.</p>
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Royal London
1 Thistle Street, Edinburgh EH2 1DG
royallondon.com

All literature about products that carry the Royal London brand is available in large print format on request to the Marketing Department at Royal London, St Andrew House, 1 Thistle Street, Edinburgh EH2 1DG. All of our printed products are produced on stock which is from FSC® certified forests.

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