



## **GOVERNED RANGE BALANCED ACTIVE 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](https://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 balanced 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](https://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 balanced 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.

Please note that RLP/Global Blend Core Plus (RLP Global Growth) has an additional charge.

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.

Fund splits as at 9th May 2024 are shown in the following table:

<b>Balanced Active Lifestyle Strategy (Drawdown)</b>	
Investment information 15 Years or more from retirement:	
<b>Governed Portfolio 4</b>	
RLP UK Corporate Bond	1.50%
RLP Global Corporate Bond	0.50%
RLP UK Government Bond	0.62%
RLP Global Government Bond	0.45%
RLP Property	11.07%
RLP UK Index Linked	0.65%
RLP Deposit	2.22%
RLP Global High Yield Bond	2.16%
RLP Short Duration Global High Yield	0.75%
RLP Commodity	5.20%
RLP Absolute Return Government Bond	0.10%
RLP Global Blend Core Plus (RLP Global Growth)	74.78%
Investment information 10 Years from retirement:	
<b>Governed Portfolio 5 (Drawdown)</b>	
RLP UK Corporate Bond	3.30%
RLP Global Corporate Bond	1.80%
RLP Short Duration UK Corporate Bond	2.55%
RLP UK Government Bond	4.56%
RLP Global Government Bond	1.05%
RLP Property	8.57%
RLP UK Index Linked	2.50%
RLP Deposit	2.40%
RLP Global High Yield Bond	4.44%
RLP Short Duration Global High Yield	1.25%
RLP Commodity	5.20%
RLP Absolute Return Government Bond	0.10%
RLP Global Blend Core Plus (RLP Global Growth)	62.28%

Investment information 5 Years from retirement:	
<b>Governed Portfolio 6 (Drawdown)</b>	
RLP UK Corporate Bond	6.35%
RLP Global Corporate Bond	2.60%
RLP Short Duration UK Corporate Bond	10.10%
RLP UK Government Bond	6.30%
RLP Short Term Fixed Income	1.80%
RLP Global Government Bond	1.60%
RLP Short Duration UK Government Bond	4.95%
RLP Property	6.07%
RLP UK Index Linked	2.10%
RLP Short Duration Global Index Linked	4.75%
RLP Deposit	2.16%
RLP Global High Yield Bond	4.32%
RLP Short Duration Global High Yield	1.50%
RLP Commodity	5.20%
RLP Absolute Return Government Bond	3.90%
RLP Global Blend Core Plus (RLP Global Growth)	36.30%

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Investment information at retirement:	
<b>Governed Retirement Income Portfolio 3</b>	
RLP Sterling Extra Yield Bond	5.00%
RLP UK Corporate Bond	10.10%
RLP Global Corporate Bond	3.35%
RLP Short Duration UK Corporate Bond	3.10%
RLP UK Government Bond	9.30%
RLP Short Term Fixed Income	2.65%
RLP Global Government Bond	2.15%
RLP Short Duration UK Government Bond	1.40%
RLP Property	6.07%
RLP UK Index Linked	4.65%
RLP Short Duration Global Index Linked	2.20%
RLP Deposit	2.26%
RLP Global High Yield Bond	4.32%
RLP Short Duration Global High Yield	1.50%
RLP Commodity	5.20%
RLP Absolute Return Government Bond	2.95%
RLP Global Blend Core Plus (RLP Global Growth)	33.80%

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](https://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.

<b>Effective Date of Change</b>	<b>Overview of Changes</b>
09/05/2024	<p><b>Governed Portfolio 4</b></p> <p>With growth data relatively resilient and inflation data remaining stronger than expected, markets have moved to fear that interest rates may stay higher for longer than previously expected. We have moved to a modest overweight position in commodities, which tend to outperform in this macro environment. We remain overweight equities but have taken profits and reduced the size of this position as the macro tailwinds supporting the asset class continue to fade. Elsewhere we remain underweight bonds and property.</p>
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18/04/2024	<p><b>Governed Portfolio 4</b></p> <p>We remain overweight equities as the fundamental picture continues to be supportive. However, we have reduced the size of our overweight in stocks given signs that resilient economic data could see policy rates staying higher for longer. We are modestly underweight bonds. Elsewhere, we have added to commodities; a pickup in global growth outlook has come alongside supply concerns and an increase geopolitical risk, all which provide upside risk for the asset class. We remain underweight property.</p>

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**Royal London**

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We're happy to provide your documents in a different format, such as Braille, large print or audio, just ask us when you get in touch.

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