



## GOVERNED RANGE GOVERNED RETIREMENT INCOME PORTFOLIO 3 FACTSHEET

### Risk Grading : Risk Rating 3

#### What is a Governed Retirement Income Portfolio?

Choosing a suitable portfolio of funds to meet your requirements can be difficult. Our range of Governed Retirement Income Portfolios is designed to help with exactly that.

A Governed Retirement Income Portfolio matches your risk attitude to a suitable mix of assets and funds. There are five portfolios to choose from so you can select the one that best suits your risk attitude.

#### What governance process is in place?

Your portfolio 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](http://royallondon.com/pensioninvestments).

#### Who is this portfolio designed for?

It is designed for someone who is taking income from their plan and can accept a level of uncertainty in their future income consistent with a risk rating 3 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 portfolio aims to deliver growth above inflation to support regular income withdrawals, whilst taking a level of risk consistent with a risk rating 3 risk attitude.

#### Where is the portfolio invested?

The fund mix of the portfolio as at 5th February 2026 is shown below:

<b>Governed Retirement Income Portfolio 3</b>	
RLS Global Mezzanine ABS Fund	0.38%
RLS Global Senior ABS Fund	1.12%
RLS Sterling Extra Yield Bond	5.00%
RLS UK Corporate Bond	10.00%
RLS Global Corporate Bond	3.25%
RLS Short Duration UK Corporate Bond	1.50%
RLS UK Government Bond	11.11%
RLS Global Government Bond	2.35%
RLS Short Duration UK Government Bond	0.85%
RLP Property	6.95%
RLS UK Index Linked	7.50%
RLS Short Duration Global Index Linked	2.50%
RLS Deposit	1.45%
RLS Global High Yield Bond	4.41%
RLS Short Duration Global High Yield	1.25%
RLS Commodity	5.75%
RLP Global Managed	34.63%

The Global Managed fund invests in UK, Global and Emerging Market equities. The current benchmark split is 22.5% UK Equities, 67.5% Global Equities and 10% Emerging Market Equities. You can replace the Global Managed pension fund with an alternative equity fund or funds from the Royal London Pensions fund range.

If you want to know more about any of the funds within your portfolio, including details of fund charges, please visit our website [royallondon.com/pensioninvestments](http://royallondon.com/pensioninvestments) and view the relevant fund factsheet.

#### **Does the portfolio rebalance?**

This portfolio rebalances monthly. If a portfolio is not rebalanced regularly, the asset mix can drift significantly over time changing the suitability of the portfolio.

#### **What is the portfolio benchmark?**

The benchmark is a target against which performance is measured.

This benchmark is regularly reviewed and may be updated by Royal London so that it remains appropriate for the investor profile as detailed in the section "**Who is this portfolio designed for?**" or where a component index is discontinued or replaced.

The benchmark for this portfolio is a composite of indices:

FTSE World Index (21.60%)/FTSE All Share Index (7.20%)/MSCI EM (Emerging Markets) Index (3.20%)	32.00%
ABI UK - UK Direct Property	7.50%
Bloomberg Commodity Index	5.00%
Markit iBoxx Sterling Non Gilts BBB Index	5.00%
BofA Merrill Lynch Global HY Constrained GBP Hedged Index	4.50%
Markit iBoxx Sterling Non-Gilt Index (10.00%)/Bloomberg Global Aggregate GBP Hedged Index (3.25%)/ICE BofA Merrill Lynch 1-5 Year Sterling Non-Gilt Index (1.50%)	14.75%
FTSE Actuaries UK Index Linked Gilts (All Stocks) Index	7.50%
Bloomberg World Government Inflation Linked Bond (ex UK) 1-10 year Index (1.75%)/Bloomberg UK Government Inflation Linked Bond 1-10 year Index (0.75%)	2.50%
FTSE Actuaries UK Conventional Gilts (All Stocks) Index	11.25%
JPMorgan Global GBI Hedged Index	2.50%
FTSE Actuaries UK Conventional Gilts up to 5 Years Index	1.00%
Sterling Overnight Index Average (SONIA)	6.50%

## Details of changes to the portfolio

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

Effective Date of Change	Overview of Changes
05/02/2026	<p><b>Governed Retirement Income Portfolio 3</b></p> <p>We maintain a moderate overweight position in global equities. Despite some softness in markets over recent weeks, earnings growth continues to broaden in this corporate earning season and provide support the asset class. Elsewhere we have reduced our exposure to government bonds and added further to our overweight position in commodities. Commodity prices have risen sharply to start the year and we continue to see upside in the asset class, with geopolitical risk at high levels.</p>
22/01/2026	<p><b>Governed Retirement Income Portfolio 3</b></p> <p>Global equity markets have been volatile over recent weeks, with investors concerned about the actions of President Trump and the escalating Greenland situation. US policy uncertainty continues to increase, with concerns around Fed independence and the Supreme Court ruling on tariffs still in the balance. US equities have underperformed global peers so far this year, whilst Japanese stocks have outperformed. We are marginally reducing our equity exposure given this heightened geopolitical risk but remain overweight given the current global macro environment. Elsewhere, we are overweight commodities, and neutral on bonds, as we continue to monitor geopolitical and fiscal developments.</p>

Effective Date of Change	Overview of Changes
08/01/2026	<p><b>Governed Retirement Income Portfolio 3</b></p> <p>Equity markets had a strong end to 2025, marking a third consecutive year of double-digit returns. Despite increasing focus on Artificial Intelligence, US stocks underperformed the rest of the world in 2025. EM and Asia Pacific shares were the top performers, benefitting mainly from USD weakness, cheap starting valuations and a strong rally in Asian tech. As we enter 2026, we remain overweight equities as the short-to-medium term economic outlook remains supportive, with broadening economic growth and looser fiscal policy. Elsewhere, we are overweight commodities, and neutral on bonds, as we continue to monitor geopolitical and fiscal developments.</p>

**Royal London**

**royallondon.com**

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.

The Royal London Mutual Insurance Society Limited is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. The firm is on the Financial Services Register, registration number 117672. It provides life assurance and pensions. Registered in England and Wales number 99064. Registered office: 80 Fenchurch Street, London, EC3M 4BY. Royal London Marketing Limited is authorised and regulated by the Financial Conduct Authority and introduces Royal Londonâ€™s customers to other insurance companies. The firm is on the Financial Services Register, registration number 302391. Registered in England and Wales number 4414137. Registered office: 80 Fenchurch Street, London, EC3M 4BY.