



## **GOVERNED RANGE GOVERNED RETIREMENT INCOME PORTFOLIO 4 FACTSHEET**

**Risk Grading : Risk Rating 4**

### **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](https://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 4 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 4 risk attitude.

### **Where is the portfolio invested?**

The fund mix of the portfolio as at 24th April 2025 is shown below:

<b>Governed Retirement Income Portfolio 4</b>	
RLP Sterling Extra Yield Bond	6.25%
RLP UK Corporate Bond	7.60%
RLP Global Corporate Bond	2.25%
RLP Short Duration UK Corporate Bond	2.40%
RLP UK Government Bond	4.15%
RLP Short Term Fixed Income	1.40%
RLP Global Government Bond	1.80%
RLP Property	8.90%
RLP UK Index Linked	3.30%
RLP Deposit	6.80%
RLP Global High Yield Bond	5.57%
RLP Short Duration Global High Yield	1.28%
RLP Commodity	5.50%
RLP Absolute Return Government Bond	2.05%
RLP Global Managed	40.75%

The Global Managed fund invests in UK, Global and Emerging Market equities. The current benchmark split is 20% UK Equities, 70% 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](https://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:

MSCI EM (Emerging Markets) Index	4.13%
ABI UK - UK Direct Property	8.75%
Bloomberg Commodity Index	5.00%
Markit iBoxx Sterling Non Gilts BBB Index	6.25%
BofA Merrill Lynch Global HY Constrained GBP Hedged Index	6.25%
Markit iBoxx Sterling Non-Gilt Index	7.25%
Bloomberg Global Aggregate GBP Hedged Index	2.00%
ICE BofA Merrill Lynch 1-5 Year Sterling Non-Gilt Index	2.00%
FTSE Actuaries UK Index Linked Gilts (All Stocks) Index	3.75%
FTSE Actuaries UK Conventional Gilts (All Stocks) Index	5.00%
JPMorgan Global GBI Hedged Index	2.50%
Sterling Overnight Index Average (SONIA)	10.00%
FTSE World Index (28.87%)/FTSE All Share Index (8.25%)	37.12%

#### **Details of changes to the portfolio**

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

<b>Effective Date of Change</b>	<b>Overview of Changes</b>
24/04/2025	<b>Governed Retirement Income Portfolio 4</b> We have reduced our equity exposure, moving to a slight underweight position as macro conditions continue to deteriorate. Equity market moves have been extreme and high levels of uncertainty remain. While it can pay to buy when others are fearful, things can get worse before they get better. We also remain underweight global high yield bonds and overweight short duration global high yield bonds, noting that recession risk remains elevated. Elsewhere, we have added to our exposure in commodities at the margin, which have recovered over recent weeks led by gold.

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Effective Date of Change	Overview of Changes
10/04/2025	<p><b>Governed Retirement Income Portfolio 4</b></p> <p>We have further reduced our allocation to equities. Sentiment is very depressed and equity markets have fallen sharply amid recent volatility. Historically, it has paid to buy when others are fearful but a sustained turnaround usually hinges on a positive policy change. Things can get worse before they get better. With equity weakness and the risk of recession seemingly part of Trump's strategy to put pressure on trading partners we think volatility is likely to remain high. Elsewhere we have reduced our allocation to commodities and increased our allocation to bonds, moving closer to neutral positions on these asset classes.</p>
20/03/2025	<p><b>Governed Retirement Income Portfolio 4</b></p> <p>We have further reduced the size of our overweight allocation to equities as the global macro picture continues to deteriorate. Global equities have continued to decline from their recent highs, with US stocks leading these losses. This deterioration in macro indicators has also seen us reduce exposure to high yield bonds. Elsewhere we maintain an overweight to commodities, which have resumed outperformance amid rising geopolitical tensions over the last month.</p>

**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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