

# ROYAL LONDON FTSE 350 TRACKER FUND

31 JULY 2014



ASSET MANAGEMENT

## FUND OVERVIEW

### General Information

Fund Manager:	Vicky Harriss
Fund size (mid basis)	£3680.78m
Fund Type	OEIC
Fund domicile	GBR
ISA	Y

Benchmark:  
FTSE® 350 Index

### Share Class Z (Accumulation)

Inception date	20/07/2007
Initial charge	0.5%
Annual mgmt charge	0.10%
Min investment	£500,000
OCF	0.12%
Sedol number	B523MH2
Mid price	134.10
Historic Yield	2.93

### Share Class Z (Income)

Inception date	05/11/2008
Initial charge	0.5%
Annual mgmt charge	0.10%
Min investment	£1,000
OCF	0.12%
Sedol number	B523R00
Mid price	111.80
Historic Yield	3.01

### Overview

The fund seeks to achieve the total return of the FTSE® 350 Index. Uses an optimised portfolio to track the total return of the FTSE® 350 Index.

### Performance 12 Months Ending

	31/07/14	31/07/13	31/07/12	31/07/11	31/07/10
(Class Z Acc)	5.92%	23.03%	0.88%	13.79%	19.61%
(Class Z Inc)	5.99%	22.98%	0.84%	13.73%	19.93%

### Cumulative Performance to 31/07/2014

	3 months	6 months	1 Year	3 Years	5 Years
(Class Z Acc)	0.22%	5.92%	5.92%	31.47%	78.94%
(Class Z Inc)	0.27%	5.96%	5.99%	31.45%	79.29%

Net of fees and taxes, net income reinvested unless otherwise stated. Information about past performance is not a reliable indicator of future results. The investor may not get back part, or all, of the amount originally invested. The value of your investment and the income from it is not guaranteed and can fall as well as rise. Please refer to the simplified prospectus for a list of the relevant risks. The fund is valued at midday, and the price can swing from mid to bid or offer depending on the net flows each day. All yields are net of expenses and gross of taxes. This fund converted from a unit trust (bid price) to an OEIC on 26th February 2010. This change is reflected in past performance history. "FTSE" is a trademark of the London Stock Exchange Plc and The Financial Times Limited and is used by FTSE International Limited ("FTSE") under license. RLUTM is licensed by FTSE to redistribute the FTSE® 350. All rights in and to the FTSE® 350 vest in FTSE and/or its licensors. All information is provided for reference only. Neither FTSE nor its licensors shall be responsible for any error or omission in the FTSE® 350.

**IMPORTANT NOTE: Share Class Z (Income), limited issuance. Only available at our discretion.**

### Distribution History (Net)

	Apr-14	Oct-13	Apr-13	Oct-12
(Class Z Inc)	1.14p	2.22p	1.19p	1.92p

### Fund Commentary

The fund manager uses an optimised portfolio to track the total return of the FTSE® 350 Index. We take the view that full replication can result in too much costly trading, which may outweigh the benefit of perfect replication. We use an optimiser to help construct a portfolio designed to track the performance of the benchmark without necessarily holding all the constituents in their exact benchmark weights. The optimiser uses an algorithm which minimises tracking risk, based on a multi factor model and associated covariance matrix. This gives the flexibility not to trade every index or cash flow event. Whilst the fund is not perfectly replicating, in practice it holds all or most of the benchmark constituents in weightings very close to the index weights. Index futures are used for cash management purposes.

Nothing in this factsheet should be construed as advice and is therefore not a recommendation to buy or sell shares.

Top 10 Holdings	
Holdings	% of total
(Excluding Futures and Cash)	
HSBC Holdings	6.1
Royal Dutch Shell 'A'	4.8
BP	4.5
GlaxoSmithKline	3.5
British American Tobacco	3.3
Royal Dutch Shell 'B'	3.1
AstraZeneca	2.7
Vodafone Group	2.6
Diageo	2.2
BHP Billiton	2.1
Total	34.9
Total No. of Holdings	355
RLAM as at 31/07/14	

Sector Breakdown	
Sector	% of total
(Excluding Futures and Cash)	
Financials	23.7
Oil & Gas	15.6
Consumer Goods	14.1
Consumer Services	10.2
Industrials	9.6
Basic Materials	8.7
Health Care	8.5
Telecommunications	4.5
Utilities	3.9
Technology	1.3
Total	100.1

### Yield Definitions

The **historic yield** reflects distributions declared over the past twelve months as a percentage of the mid-market price, as at the date shown. It does not include any preliminary charge and investors may be subject to tax on their distributions.

## CONTACT DETAILS

### For Private Investors

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### Intermediaries

For enquiries:  
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### Head Office

Royal London Asset Management Limited  
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**Our ref: 623/PRO-08/2014-DP**

Source: rlam, Financial Express and HSBC as at 31/07/2014, unless otherwise stated. Yield definitions are shown above.