

# LEGAL & GENERAL PENSION M&G GILT AND FIXED INTEREST INCOME FUND.

## FUND FACTS

Product(s)	Portfolio Plus SIPP (ESF/BPWM)
Launch date	10 April 2006
Legal & General pension fund size	£1.9 million
Overall fund size	£637.2 million
Number of holdings	23
Fund Management Charge (FMC)	0.98%
Additional expenses	included in FMC
Performance fee	No
Legal & General fund code	0353

## USING THIS FUND FACTSHEET

When you invest in a pension, your money buys units in one or more funds. These funds pool together money from other investors and a fund manager uses this money to invest in a number of different investments. This **Fund Factsheet** gives you detailed information about a particular fund to help you decide if it's right for you. It's important that you read this together with **Investor's Guide, Portfolio Plus SIPP (ESF/BPWM) Key Features, Terms Sheet, Selected Funds Guide for Insured Funds** and **Illustration(s)** before investing in the pension.

## FUND MANAGEMENT COMPANY

## M&G INVESTMENTS

This is basic background information about the company whose fund manager selects the investments that make up the fund.



M&G were established in 1931 and firmly believe in offering customers straightforward products, together with clear and balanced information, to help them make the right investment decisions for their needs. Today, M&G are one of the largest active investors in the UK and remain at the forefront of investment thinking, constantly seeking to develop their funds and product range to provide the best investment opportunities. M&G's fund managers focus on companies rather than share prices, and understanding the companies they invest in is a core principle across both equities and fixed interest. M&G funds are underpinned by in-depth knowledge and a dedication to careful and responsible long-term growth.

## FUND MANAGER

## MATTHEW RUSSELL

The fund manager is professionally qualified to manage funds. It's their job to seek out the best investment opportunities, based on the fund's aim. They often have access to a team of experts to help them decide where to invest.



Matthew Russell joined M&G in 2007 and was appointed fund manager of the M&G Short Dated Corporate Bond Fund in September 2013, having served as deputy fund manager since 2011. Matthew joined M&G as a fund managers' assistant covering the retail fixed interest fund range. He has a BSc in economics from the University of Birmingham and is also a CFA charterholder.

## FUND AIM

This is a general description of what the fund aims to achieve, as stated by the fund management company. For a detailed description of what the fund invests in, please see the fund characteristics on page 2.

To provide income and capital growth.

## ABI SECTOR

## ABI UK - UK GILT-PEN

This is the ABI sector the fund falls into. ABI sectors are defined by the Association of British Insurers (ABI). The sectors are a way of grouping funds with similar characteristics, so they're easier to compare.

- Funds invest at least 95% of their assets in:
  - UK Government securities (Gilts),
  - UK Government backed securities,
  - Sterling denominated (or hedged back to Sterling) AAA rated, overseas government backed securities.
- At least 80% of the fund must be invested in UK Government securities (Gilts).

## FUND CHARACTERISTICS

This fund is overseen by an experienced fund manager who makes informed decisions on where to invest your money. The fund manager constantly monitors companies, economic conditions and markets to select and change a portfolio of investments that offers the best opportunities to meet the fund's aim.

The fund generally invests in the following:

**Bonds.** To provide the potential for overall returns the fund invests in bonds, also known as fixed interest securities. This is achieved by receiving regular interest on loans to companies or governments. There is a chance the bond issuer could fall into financial difficulty and will not be able to pay the interest or the loan back, which could result in a fall in your investment returns. Bonds can also be sensitive to trends in interest rate movements and if interest rates go up, the returns on your investment are likely to fall as bonds can become less attractive. On the other hand, if interest rates fall, bonds are likely to become more attractive and your investment returns increase.

## FUND PERFORMANCE AS AT 30 JUNE 2017

The graph opposite shows how the fund has performed over the last five years (or since the fund launched) compared with the fund's ABI sector average. The first table shows the total percentage change, over one, three and five years. The second table shows performance for 12-month periods over the last five years, to the end of the last quarter.

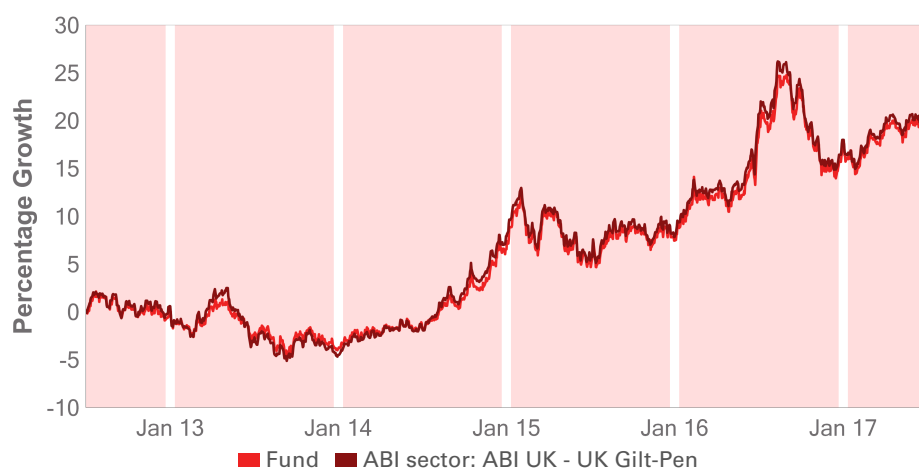
**NOTES:** Please bear in mind that past performance is not a guide to future returns. The value of your investment and any income taken from it is not guaranteed and may go up and down. You could get back less than you invest.

**The performance provided for the fund is:**

- Is after all fund charges have been taken, and
- assumes all income generated by the investments remains in the fund.

**Also:**

- The sector values are based on the selling price of units published by all the funds in that ABI sector.
- The values do not take account of any product charges. You can find more information about our charges in the Members' Policy Booklet.



	1 year	3 years	5 years
<b>Fund</b>	-0.18	19.20	16.98
<b>ABI sector</b>	-1.14	19.67	17.65

## ANNUAL FUND PERFORMANCE TO LAST QUARTER (%)

12 months to	30 Jun 13	30 Jun 14	30 Jun 15	30 Jun 16	30 Jun 17
<b>Fund</b>	-3.35	1.53	6.97	11.64	-0.18
<b>ABI sector</b>	-3.37	1.74	7.65	12.45	-1.14

Performance data source: Lipper.

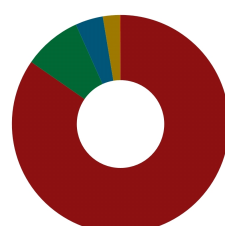
## FUND IDENTIFIERS

These are unique codes used to identify a fund. You may find these codes useful if you intend to use financial websites to look up this fund.

<b>ISIN code</b>	GB00B10RZK24
<b>SEDOL code</b>	B10RZK2
<b>MEX code</b>	LGPMGF

## ASSET ALLOCATION AND ALL BELOW INFORMATION AS AT 30 JUNE 2017

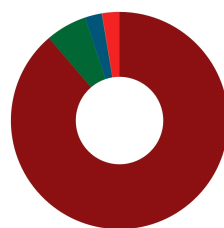
An overview of the types of investments currently held by the fund.



UK gilts	84.63%	Cash and equivalents	2.57%
International bonds	8.63%	Other	0.05%
UK corporate bonds	4.12%		

## REGIONS BREAKDOWN

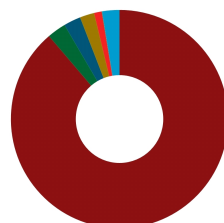
Where in the world the fund currently invests.



UK	88.74%	Unclassified - Other	0.05%
Developed Europe - excl UK	6.11%	Unclassified - Cash and Equivalents	2.57%
North America	2.53%		

## COUNTRY BREAKDOWN

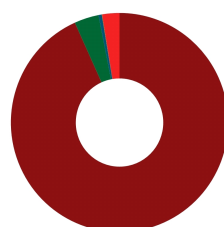
The countries in which the fund currently invests.



United Kingdom	88.75%	Finland	1.14%
Luxembourg	2.80%	Unclassified - Other	0.05%
United States	2.53%	Unclassified - Cash and Equivalents	2.57%
Germany	2.16%		

## BONDS SECTOR BREAKDOWN

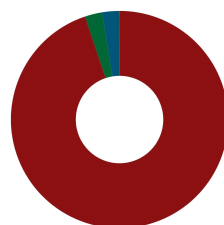
The type of industries and services the fund currently invests.



Government	93.25%	Non-classified	0.05%
Investment grade corporate bonds	3.65%	Cash and equivalents	2.57%
High yield corporate bond	0.48%		

## CURRENCY BREAKDOWN

The currencies in which the fund's investments are priced.



Pound Sterling	94.85%	US Dollar	2.53%
Cash	2.57%	Non-debt	0.05%

## MATURITY BREAKDOWN

The length of time until the bonds in the fund are due to be repaid. Generally, the longer till the repayment date, the more sensitive the prices of the bonds are to any changes in interest rates.

< 5YR MATURITY	29.35%
5YR - 10YR MATURITY	20.75%
10YR - 15YR MATURITY	3.53%
> 15YR MATURITY	43.75%
CASH AND EQUIVALENTS	2.57%
NON BOND INVESTMENTS	0.05%

## CREDIT RATINGS (SOURCE: BLOOMBERG)

The financial strength of the bonds the fund currently invests in. The higher the rating the more likely the bond issuer is to repay the interest or loan. The ratings range from AAA, the highest grade, to C, the lowest grade.

AAA	4.96%
AA	89.41%
NOT RATED	3.01%
CASH AND EQUIVALENTS	2.57%
NON BOND INVESTMENTS	0.05%

## TOP 10 HOLDINGS

The highest valued single holdings in the fund.

Holding	Sector	%
4 1/2 Treasury 2034	Bonds	16.11%
2 3/4% Treasury Gilt 2024	Bonds	9.09%
5% Treasury Gilt 2018	Bonds	9.04%
1 1/2% Treasury Gilt 2026	Bonds	8.11%
1 1/2% Treasury Gilt 2047	Bonds	6.53%
4 1/4% Treasury Gilt 2039	Bonds	6.27%
3 1/4% Treasury Gilt 2044	Bonds	5.17%
1 1/4% Treasury Gilt 2018	Bonds	5.04%
1 3/4% Treasury Gilt 2019	Bonds	4.88%
2 1/2% Treasury Gilt 2065	Bonds	4.61%
Percentage of fund in top 10		74.85%

# GLOSSARY

Explanations of some of the words used in this Fund Factsheet.

<b>Additional Expenses</b>	This is the charge that covers various fees and expenses that fund managers may have to pay, such as auditors, trustees, custodian, registrar and regulator fees.
<b>Cash and equivalents</b>	Some funds keep part of your money in cash to add flexibility and aid stability. This includes bank deposits and other investments that can be easily converted into cash.
<b>Fund characteristics</b>	Specific characteristics unique to the type of investments this fund may hold, which may affect your investment return.
<b>Fund Management Charge</b>	This is the charge that covers the costs of managing the fund and is taken out as a percentage of the fund's value.
<b>Fund size</b>	The total value of all investments held in all Legal & General pension versions of the fund.
<b>Launch date</b>	The date the first Legal & General pension version of the fund opened for new business.
<b>Legal &amp; General fund code</b>	Each fund has a unique four digit reference code. You'll need to use this code on your application form when you tell us where you would like to invest.
<b>Lipper</b>	A Thomson Reuters company that supplies fund information, analytical tools, and commentary. We use Lipper to provide past performance data on our fund factsheets.
<b>Overall fund size</b>	The total value of all investments held in the underlying fund.
<b>Performance fee</b>	A performance fee is charged to a fund if it performs better than a pre-agreed target. If it applies, your adviser can give you more information or further details are available on request.



## WHAT TO DO NEXT

If you would like to invest in this fund, or have any questions, please speak to your adviser. Remember you must read the **Investor's Guide, Portfolio Plus SIPP (ESF/BPWM) Key Features, Terms Sheet, Selected Funds Guide for Insured Funds** and **Illustration(s)** before investing in the pension.

## IMPORTANT INFORMATION

Source: The portfolio details have been supplied by the fund management company and are assumed to be correct by Legal & General. All other data sourced from Legal & General Group PLC unless otherwise stated.

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