

Royal London

Cautious Managed Fund

29th February 2024

Fund objective

The fund seeks to provide a combination of capital growth and income. Any income the assets generate is reinvested back into the fund.

Year-on-year performance

	31/12/2022 to 31/12/2023	31/12/2021 to 31/12/2022	31/12/2020 to 31/12/2021	31/12/2019 to 31/12/2020	31/12/2018 to 31/12/2019
Class A (Acc)	7.19	-8.16	2.96	3.82	8.27

Source: RLAM and FE fundinfo as at 29.02.2024. Fund performance is shown on a mid to mid price basis, net of fees and gross of taxes, with gross income reinvested unless otherwise stated. Benchmark performance is shown gross of fees and taxes.

Past performance is not a guide to future performance. The value of investments and the income from them is not guaranteed and may go down as well as up and investors may not get back the amount originally invested.

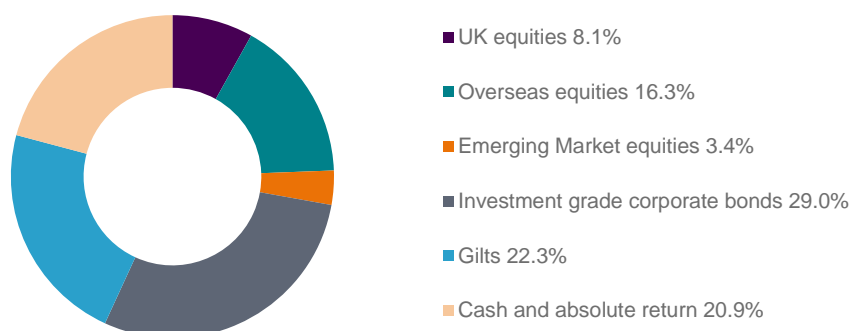
All yields shown are after expenses, and gross of taxes. Tax positions will depend on individuals' circumstances.

* The IA Mixed Investment 0–35% Shares sector and the Fund's custom composite benchmark are considered appropriate benchmarks for performance comparison.

The Fund's composite benchmark is made up of the below components. These components are considered a good representation of the breakdown of the Fund's assets.

FTSE All-Share Total Return Index 10%, FTSE All-World ex UK £ Total Return Index 10%, LIBID 1 Week 40%, Bank of America Merrill Lynch £ Broad Market Index 40%. From 1 January 2021 this will change to the following: FTSE All-Share Total Return Index 7%, FTSE World Total Return GBP Index 11%, MSCI Emerging Markets ESG Leaders Net Return Index (expressed in GBP) 2%, FTSE Actuaries UK Conventional Gilts (All Stocks) Total Return (GBP) Index 15%, iBoxx Sterling Non-Gilt Total Return (GBP) Index 15%, ICE Bank of America Merrill Lynch 1-5 years Sterling Non-Gilt Index 10%, FTSE Actuaries UK Conventional Gilts up to 5 Years Total Return (GBP) Index 10% and Bank of England Sterling Overnight Index Average (SONIA) 30%.

Asset split



Source: RLAM as at 29.02.2024.

Fund Overview

General Information

Fund size (mid basis)	£166.0m
Fund type	OEIC
Fund domicile	GBR
Fund manager	Trevor Greetham
Base currency	GBP
ISA	Eligible
IA Sector	Mixed Investment 0-35% Shares

Share Class A Accumulation

Inception date	10/06/2015
Fund Management Fee (FMF)	0.70%
Minimum investment	£5,000
Sedol number	BXDZN47
ISIN	GB00BXDZN473
Distribution yield	4.16%
Underlying yield	3.46%

Yield definitions

The distribution yield reflects the amounts that may be expected to be distributed over the next 12 months. The underlying yield reflects the annualised income net of expenses of the Fund as a percentage (calculated in accordance with the relevant accounting standards). Both these yields are calculated as a percentage of the mid-price of the Fund as at the date shown and are month end snap shots of the portfolio on that day and do not include any preliminary charges. Investors may be subject to tax on distributions. Reported yields reflect RLAM's current perception of market conventions around timing of bond cash flows.

Top 10 holdings

Holding/Fund	Weight (%)
RL Sterling Credit Fund	16.5
RL Short Term Money Market Fund	13.4
RL UK Government Bond Fund	12.3
RL Short Duration Gilts Fund	10.0
RL US Equity Tilt Fund	9.0
RL Investment Grade Short Dated Credit Fund	8.5
RL UK Broad Equity Tilt Fund	8.1
RL Short Term Fixed Income Fund	6.2
RL Diversified Asset Backed Securities Fund	4.1
RL Japan Equity Tilt Fund	3.5
Total	91.5

Source: RLAM as at 29.02.2024. Portfolio characteristics and holdings are subject to change without notice. This does not constitute an investment recommendation. For information purposes only.

Key concepts to understand

A total return is a combination of capital growth and income. Capital growth is defined as the rise in an investment's value over time and income as the payment an investment generates, such as dividends or bond coupons.

Bonds are defined as fixed-income investments issued as debt by companies and public bodies to raise finance. Investors in bonds receive a previously agreed, non-variable interest payment until the investment matures. Investment and sub-investment grade bonds are bonds credit-rating agencies have rated as high quality and low quality, respectively. Lower-quality bonds tend to pay a higher income, but come with a greater risk of default.

Money market instruments are short-term, more liquid investments issued by public bodies or companies.

Active investing uses active management techniques, and passive investing sticks closely to an index in terms of its composition and expected returns.

Efficient portfolio management is a list of approved investment techniques, including the use of derivatives, used to protect against excessive risk, reduce cost or generate extra income or growth.

Forward contracts/transactions are agreements to buy or sell an investment at a fixed time in the future at a price agreed in the present.

Hedging reduces risk by protecting an investment with another related investment.

Fund Risks

Investment risk: The value of investments and any income from them may go down as well as up and is not guaranteed. Investors may not get back the amount invested

Credit risk: Should the issuer of a fixed income security become unable to make income or capital payments, or their rating is downgraded, the value of that investment will fall. Fixed income securities that have a lower credit rating can pay a higher level of income and have an increased risk of default.

EPM Techniques: The fund may engage in EPM techniques including holdings of derivative instruments. Whilst intended to reduce risk, the use of these instruments may expose the fund to increased price volatility.

Exchange Rate risk: Investing in assets denominated in a currency other than the base currency of the Fund means the value of the investment can be affected by changes in exchange rates.

Interest Rate risk: Fixed interest securities are particularly affected by trends in interest rates and inflation. If interest rates go up, the value of capital may fall, and vice versa. Inflation will also decrease the real value of capital.

Liquidity risk: In difficult market conditions the value of certain fund investments may be difficult to value and harder to sell, or sell at a fair price, resulting in unpredictable falls in the value of your holding.

Emerging Markets risk: Investing in emerging markets may provide the potential for greater rewards but carries greater risk due to the possibility of high volatility, low liquidity, currency fluctuations, the adverse effect of social, political and economic instability, weak supervisory structures and accounting standards.

Counterparty risk: The insolvency of any institutions providing services such as safekeeping of assets or acting as counterparty to derivatives or other instruments, may expose the fund to financial loss.

Fund investing in Funds risk: The fund is valued using the latest available price for each underlying investment, however it may not fully reflect changing stock market conditions and the fund may apply a 'fair value price' to all or part of its portfolio to mitigate this risk. In extreme liquidity conditions, redemptions in the underlying investments, and/or the fund itself, may be deferred or suspended.

Charges from Capital risk: Charges are taken from the capital of the fund. Whilst this increases the yield, it also has the effect of reducing the potential for capital growth.

Contact Details

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For Further information please see the privacy policy at www.rlam.com

For more information on the fund or the risks of investing, please refer to the Prospectus or Key Investor Information Document (KIID), available via the relevant Fund Price page on www.rlam.com

Important Information

The Fund is a sub-fund of Royal London Bond Funds ICVC, an open-ended investment company with variable capital with segregated liability between sub-funds, incorporated in England and Wales under registered number IC000797. The Authorised Corporate Director (ACD) is Royal London Unit Trust Managers Limited, authorised and regulated by the Financial Conduct Authority, with firm reference number 144037. For more information on the fund or the risks of investing, please refer to the Prospectus or Key Investor Information Document (KIID), available via the relevant Fund Information page on www.rlam.com.

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Source: RLAM and HSBC as at 29.02.2024, unless otherwise stated. Figures are subject to rounding.

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