abrdn MyFolio Monthly Income II Fund

Platform 1 Acc GBP

31 March 2023

Objective

To generate income and some growth over the long term (5 years or more) while being managed to a defined level of risk. The fund is part of the MyFolio Monthly Income range, which offers three funds with different expected combinations of investment risk and return. The fund is the lowest risk fund in the Income range.

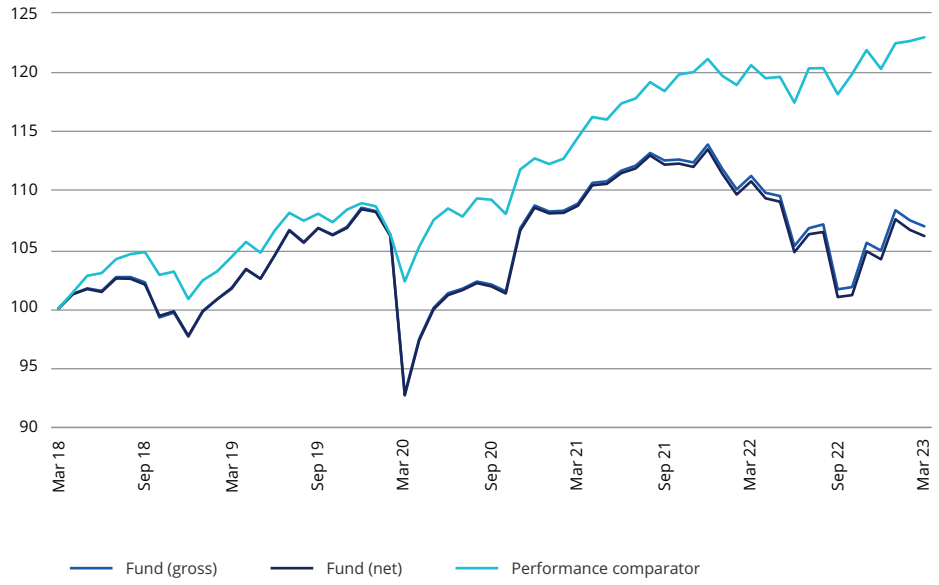
Risk Target: The defined level of risk referred to above that the management team is targeting is within the range of 35-55% of world stock markets (represented by the MSCI World Index), over 10 years. There is no certainty or promise that this target will be achieved. The Risk Target has been chosen as it represents a risk range which is appropriate for the fund.

Performance Comparator: For comparison purposes, investors can compare the fund's long term performance and income return to a basket of assets (before charges) with a risk profile at the lower range of the Risk Target stated above (i.e. 35% of world stock markets), which the ACD considers appropriate given the investment policy and Risk Target of the fund. This basket is composed 10% FTSE All-Share Index, 25% MSCI World ex UK Index and 65% SONIA Index.

Portfolio securities

- The fund will invest at least 60% in actively managed funds, including those managed by abrdn, to obtain broad exposure to a range of diversified investments.
- It may invest up to 40% in passively managed funds (including those managed by abrdn).
- Typically, at least 30% of the assets will be those traditionally viewed as lower risk, such as cash, money market instruments, government bonds (loans to a government) and investment grade corporate bonds (loans to a company).
- The rest of the fund will be invested in a selection of other assets such as equities (company shares including property shares), commercial property and funds that can use a combination of traditional assets (such as equities and bonds) and investment strategies based on derivatives.

Performance



Cumulative and annualised performance

	1 month	6 months	Year to date	1 year	3 years (p.a.)	5 years (p.a.)
Fund (gross) (%)	-0.47	5.25	1.96	-3.84	4.86	1.36
Fund (net) (%)	-0.49	5.13	1.89	-4.17	4.63	1.20
Performance comparator (%)	0.26	4.08	2.22	1.96	6.33	4.22

Discrete annual returns - year to 31/3

	2023	2022	2021	2020	2019
Fund (gross) (%)	-3.84	2.15	17.37	-8.76	1.68
Fund (net) (%)	-4.17	1.90	17.31	-8.94	1.74
Performance comparator (%)	1.96	5.34	11.92	-1.99	4.38

Performance Data: Share Class Platform 1 Acc GBP.
Benchmark history: Performance comparator – [10% FTSE All-Share, 25% MSCI World ex UK, 65% SONIA]
Source: abrdn (Fund & Benchmark) and Morningstar (Sector). Basis: Total Return, NAV to NAV, UK Net/Gross Income Reinvested.
"Fund (Net)" refers to the actual unit price performance of the shareclass shown; "Fund(Gross)" adds back charges such as the annual management charge to present performance on the same basis as the performance target / performance comparator / portfolio constraining benchmark. These figures do not include the initial charge; if this is paid it will reduce performance from that shown.

Past performance is not a guide to future returns and future returns are not guaranteed.

Key facts

Fund manager(s)	Mark Lane & Robert Bowie
Fund managers start date	03 June 2019
Fund launch date	16 December 2011
Share class launch date	09 May 2012
Authorised corporate director (ACD)	abrdn Fund Managers Limited
Fund size	£16.1m
Number of holdings	32
Performance comparator	[10% FTSE All-Share, 25% MSCI World ex UK, 65% SONIA]
Fund historic yield[1]	3.38%
Index historic yield	1.88%
Entry charge (up to)[2]	0.00%
Annual management charge	0.23%
Ongoing charge figure[3]	0.86%
Minimum initial investment	GBP 1,000,000
Fund type	OEIC
Valuation point	12:00 (UK time)
Base currency	GBP
Sedol	B74TWC7
ISIN	GB00B74TWC77
Bloomberg	SLMMIP1 LN
Citicode	10FL
Domicile	United Kingdom

Risk and reward profile

Lower risk Typically lower rewards — Higher risk Typically higher rewards

1 2 3 **4** 5 6 7

This indicator reflects the volatility of the fund's share price. See the relevant UCITS Key Investor Information Document (KIID) or PRIIPs Key Information Document (KID) for details

Key risks

(a) The value of investments and the income from them can fall and investors may get back less than the amount invested.
(b) The fund invests in securities which are subject to the risk that the issuer may default on interest or capital payments.
(c) The fund price can go up or down daily for a variety of reasons including changes in interest rates, inflation expectations or the perceived credit quality of individual countries or securities.
(d) The fund invests in equity and equity related securities. These are sensitive to variations in the stock markets which can be volatile and change substantially in short periods of time.
(e) The fund invests in emerging market equities and / or bonds. Investing in emerging markets involves a greater risk of loss than investing in more developed markets due to, among other factors, greater political, tax, economic, foreign exchange, liquidity and regulatory risks.

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Management process

- The management team use their discretion (active management) to select funds within each asset class and ensure that the strategic asset allocation (long-term proportions in each asset class) meets the fund's objectives.
- In addition, they will take tactical asset allocations (changing short term proportions in each asset class) with the aim of improving returns.
- Please note that the number contained in the fund name is not related to the SRRI contained in the Key Investor Information document (NURS-KII).

Top Ten Holdings

TwentyFour Corporate Bond	9.6
Eaton Vance International Emerging Markets Local Income	6.0
Royal London Global Index Linked	5.7
Royal London Short Duration Global Index	5.5
Fidelity Short Dated Corporate Bond	5.0
Royal London Short Duration Credit	5.0
Payden Absolute Return Bond	4.8
Robeco Global Credits	4.7
Invesco Emerging Markets Local Debt Fund	4.0
Aviva Global Investment Grade Corporate Bond Fund	3.8
Assets in top ten holdings	**54.1**

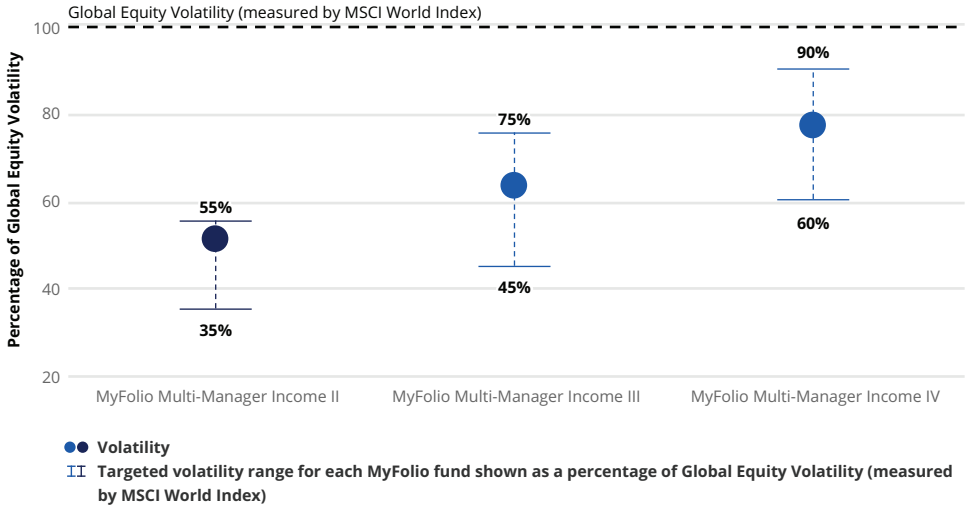
Source : abrdn 31/03/2023

Figures may not always sum to 100 due to rounding.

Composition by asset (%)

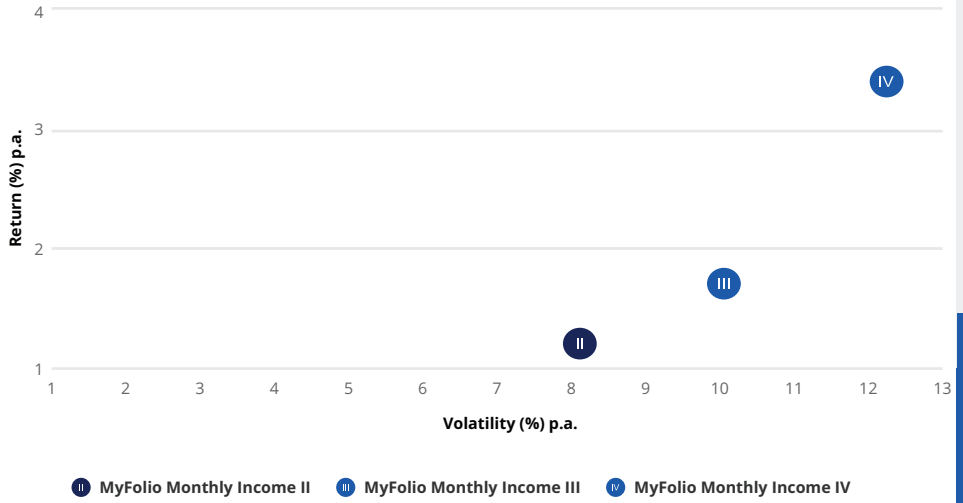
UK Equities	12.8
Short Dated Sterling Corporate Bonds	10.1
Emerging Market Local Currency Bonds	10.0
Sterling Corporate Bonds	9.6
Diversifying Growth Assets	8.5
Global Corporate Bonds	8.5
Global Index Linked Bonds	5.7
Short Dated Global Index Linked Bonds	5.5
Other	29.3

Risk relative to Global Equities – 5 years period



Source: abrdn and Morningstar, Date . The chart shows the fund's risk (volatility) for each of the 3 MyFolio funds in the range, compared to the fund's target risk range which is relative to world stock markets (represented by the MSCI World Index).
The annualised risk is based on the standard deviation of weekly returns over the past five year for both the fund and world stock markets (represented by the MSCI World Index).

Risk & Return of the MyFolio Monthly Income Range - 5 years period



Source: abrdn and Morningstar, Date 31/03/2023. The chart shows the annualised risk and total return of each of the 3 MyFolio funds in the range. The annualised risk is based on the standard deviation of weekly returns over the past five years. The total return represents the percentage change in the price over the five year period to the date shown.

(f) Commercial property is less liquid than other asset classes such as bonds or equities. Selling property can be a lengthy process so investors in the fund should be aware that they may not be able to sell their investment when they want to.
(g) Commercial property transaction charges are higher than those which apply in other asset classes. Investors should be aware that a high volume of transactions would have a material impact on fund returns.
(h) Property valuation is a matter of judgment by an independent valuer and is therefore a matter of the valuer's opinion rather than fact.
(i) The fund may hold money-market instruments, the value of which may be subject to adverse movements in extreme market conditions.
(j) The use of derivatives carries the risk of reduced liquidity, substantial loss and increased volatility in adverse market conditions, such as a failure amongst market participants. The use of derivatives may result in the fund being leveraged (where market exposure and thus the potential for loss by the fund exceeds the amount it has invested) and in these market conditions the effect of leverage will be to magnify losses.
(k) The fund invests in high yielding bonds which carry a greater risk of default than those with lower yields.
(l) The fund employs a single swinging pricing methodology to protect against the dilution impact of transaction costs. Due to the high transaction charges associated with the fund's assets, a change in the pricing basis will result in a significant movement in the fund's published price.

Derivative usage

- The fund is not expected to invest in derivatives directly however it may invest in other funds which use derivatives more extensively.

To help you understand this fund and for a full explanation of risks and the overall risk profile of this fund and the shareclasses within it, please refer to the Key Investor Information Documents and Prospectus which are available on our website www.abrdn.com The Prospectus also contains a glossary of key terms used in this document.

[1]The Historic Yield as at 28/02/2023 reflects distributions declared over the past twelve months as a percentage of the mid-market share price, as at the date shown. It does not include any preliminary charge and investors may be subject to tax on their distributions.
[2]These are the maximum charges that we might take out of your money before it is invested. In some cases, the charges may be less and you should speak to your financial advisor about this.
[3]The Ongoing Charge Figure (OCF), is the overall cost shown as a percentage of the value of the assets of the fund. It is made up of the Annual Management Charge (AMC) of 0.23% and other charges. It does not include any initial charges or the cost of buying and selling stocks for the fund. The Ongoing Charges figure can help you compare the annual operating expenses of different funds.

The fund is a sub-fund of abrdn OEIC III, an authorised open-ended investment company (OEIC).
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