



# SANTANDER STERLING GOVERNMENT BOND II JANUARY 2022

## FUND OVERVIEW

Fund Manager(s)	Robert McElvanney
Launch Date:	03 Jul 2009
Domicile	United Kingdom
Unit Type	Income
AUM	£7.60m
IA Sector	IA Unclassified
Benchmark	
Target Benchmark:	FTSE Actuaries UK Conventional Gilts All Stocks Index TR
The Benchmark was reclassified from Constraint to Target on 7 July 2021. Prior to this date the Fund was not aiming to outperform the Benchmark.	
Currency	GBP
Number of holdings	55
ISIN	GB00BSTLRC01

## FUND INFORMATION

Number of distributions per annum (for Income share classes only)	4
Pay Dates	15/05, 15/08, 15/11, 15/02
XD Dates	16/03, 16/06, 16/09, 16/12
ISA	Available and Eligible
Fund Management Company	Santander Asset Mgmt UK Ltd

## SHARE CLASS INFORMATION

Ongoing Charges Figure (OCF)*	0.33%
Annual Management Charge (AMC)*	0.30%

\* Investors should refer to the most up to date Key Investor Information Document available on our website. The OCF is made up of the AMC and other operating costs.

Historic Yield	0.66%
Distribution Yield	0.93%
Underlying Yield	0.60%

## FUND MANAGER(S)

### Robert McElvanney

Robert joined Santander Asset Management in 2016 as Head of Strategic Investment Solutions. He is a Fellow of the Institute and Faculty of Actuaries.

## DEFINITIONS

**Historic Yield:** The sum of distributions announced in the preceding twelve months, divided by the unadjusted MID market price as at date of yield. The historic yield reflects distributions announced over the last twelve months as a percentage of the MID market price as at the date of yield. It does not include any preliminary charge and investors may be subject to tax on their distributions.

**Distribution Yield:** Annualised gross amount available for distribution divided by the gross MID market value as at date of yield minus the most recently available ongoing charge. The distribution yield reflects the amounts that may be expected to be distributed over the next twelve months as a percentage of the MID market value as at the date of yield. It is a snapshot of the portfolio on the yield date. It does not include any preliminary charge and investors may be subject to tax on their distributions.

**Underlying Yield:** Annualised gross amount receivable divided by the gross MID market value as at date of yield minus the most recently available ongoing charge. The underlying yield reflects the annualised income net of expenses of the fund as a percentage of the MID market value as at the date of yield. It is a snapshot of the portfolio on the yield date. It does not include any preliminary charge and investors may be subject to tax on their distributions.

## FUND OBJECTIVE AND POLICY

The Fund's objective is to provide a combination of capital growth and income over 5+ years. The Fund will aim to outperform (after fees) the Target Benchmark over a rolling 3 year time period. Average outperformance will typically not exceed 0.05% per annum (not guaranteed).

The Fund is actively managed by the Sub Investment Manager (Sub-IM) and invests directly in developed markets at least 95% in bonds. At least 80% of the Fund will be in UK Government bonds and up to 20% can be in bonds issued by non-sovereign entities. At least 95% will be in assets denominated in or hedged to Sterling. The Fund invests in bonds which are investment grade, and up to 5% may be invested in unrated bonds (where the Sub-IM determines they are equivalent to investment grade). Up to 5% of the Fund can be in cash/cash like instruments. The Fund will regularly use derivatives for efficient portfolio management (inc. hedging), and less frequently for investment purposes. The Sub-IM aims to select bonds it views as attractively priced and considers how changing interest rates may impact a bond's value. It will also use tools to assess the impact of key economic and socio-political factors for a forward-looking view on the medium and long-term risk that the UK Government may be unable to meet its bond payment obligations. The Fund will typically be managed with a Tracking Error (deviation from the Benchmark) of up to 1.5%. The Target Benchmark has been selected as it is representative of the investment policy.

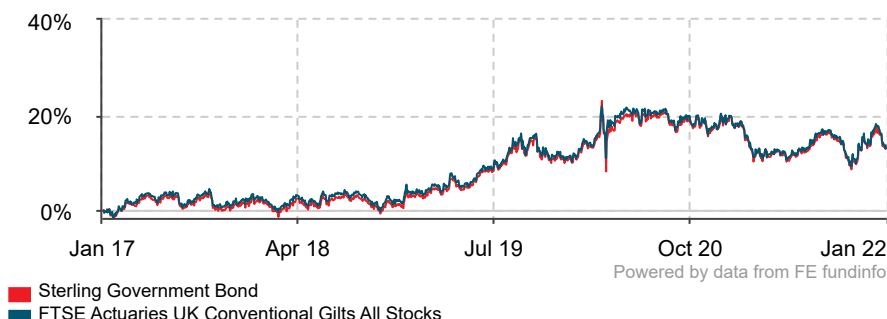
## CUMULATIVE PERFORMANCE

	1M	3M	6M	YTD	1Y	3Y	5Y
<b>Santander Sterling Government Bond II</b>	-3.08%	-2.72%	-5.17%	-3.08%	-6.64%	5.60%	11.00%
<b>FTSE Actuaries UK Conventional Gilts All Stocks</b>	-3.85%	-3.59%	-5.93%	-3.85%	-7.23%	4.45%	10.02%

## ANNUAL CALENDAR YEAR PERFORMANCE

	2021	2020	2019	2018	2017
<b>Santander Sterling Government Bond II</b>	-5.21%	8.65%	7.03%	0.24%	1.45%
<b>FTSE Actuaries UK Conventional Gilts All Stocks</b>	-5.16%	8.27%	6.90%	0.57%	1.83%

## 5 YEAR CUMULATIVE PERFORMANCE



Share Class Launch Date

25/03/2015

Calculations as at 31 Jan 2022 in GBP. For Benchmark updates, please refer to Fund Overview section.

Source of performance data: Santander Asset Management & FE fundinfo as at 31 Jan 2022, bid to bid with net income reinvested. Investors should refer to the relevant Key Investor Information Document for further performance data.

**Past performance is not a reliable indicator of future results. The value of investments and revenue from them can fall as well as rise and investors may not get back the amount originally invested. Please note that the value of any foreign investments may be affected by changes in currency exchange rates.**

## RISK AND REWARD PROFILE

### LOWER RISK

### HIGHER RISK

Typically lower rewards

Typically higher rewards



**Risk and Reward Indicator:** The risk and reward indicator shown above is based on historical data, which may not be a reliable indication for the future risk profile of the Fund. The lowest risk and reward indicator does not mean risk free. The risk and reward indicator shown is not guaranteed and may change over time. The risk and reward indicator is at the level it is because the value of shares and the income from them can fluctuate. The value of bonds issued by companies and governments can also vary, although usually by not as much. This can cause the value of your investment in the Fund to fall as well as to rise. The value of your investment is not guaranteed and you may get back less than the original amount you invested. Investors should refer to the most up to date Key Investor Information Document available from our website.



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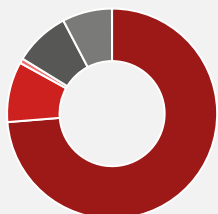
## PORTFOLIO BREAKDOWN

### TOP 10 HOLDINGS

UK TSY 1.75% 07/09/22	4.60%	UK TSY 0.375% 22/10/30	3.26%
UK(GOVT) 0.625% 31/07/35	4.21%	UK TSY 4.25% 07/12/27	2.91%
UK TSY 0.75% 22/07/23	3.85%	UK TSY 1.25% 22/07/27	2.71%
UK TSY 1.75% 07/09/37	3.43%	CAISSE 1.125% 16/12/24	2.62%
UK(GOVT) 0.125% 31/01/24	3.37%	UK TSY 1.75% 22/07/57	2.60%

Negative weightings may result from the use of certain financial instruments, including derivatives. Derivatives used to gain or reduce market exposure are shown in the relevant asset class. Derivatives used for risk management (including duration management) are shown alongside cash.

### ASSET ALLOCATION



UK GOVERNMENT BONDS	73.71%
STERLING CORPORATE BONDS	9.32%
GLOBAL GOVERNMENT BONDS	0.73%
MONEY MARKET	8.56%
CASH AND DERIVATIVES	7.68%

### SECTOR BREAKDOWN (%)

GOVERNMENT	89.81%
FINANCIALS	2.51%
CASH/MONEY MARKET	7.72%
OTHER	-0.04%

### GEOGRAPHIC BREAKDOWN

UNITED KINGDOM	79.94%
FRANCE	5.13%
AUSTRIA	1.55%
FINLAND	1.32%
CASH/MONEY MARKET	7.72%
OTHER	4.34%

### MATURITY BREAKDOWN (%)

15+Y	41.39%
2-5Y	15.69%
<2Y	12.41%
5-10Y	11.56%
10-15Y	11.27%
CASH	7.72%
OTHER	-0.04%

## UK Investor Important Information

### For retail distribution

Santander Sterling Government Bond (the "Fund") is a sub-fund of Santander Managed Investments OEIC 2, an open-ended investment company with variable capital incorporated in England and Wales under registered number IC000727 and authorised in the UK by the FCA as a UK UCITS scheme.

The Authorised Corporate Director ("ACD") of the Fund is Santander Asset Management UK Limited ("SAM UK"), Company Registration No. SC106669. Registered in Scotland at 287 St Vincent Street, Glasgow G2 5NB, United Kingdom. Authorised and regulated by the Financial Conduct Authority (FCA). FCA registered number 122491. You can check this on the Financial Services Register by visiting the FCA's website [www.fca.org.uk/register](http://www.fca.org.uk/register).

Subscriptions to the Fund may only be made on the basis of the current Prospectus and the Key Investor Information Document (KIID), as well as the latest annual or interim reports, and the applicable terms and conditions. Please refer to the 'Risk Factors' section of the Prospectus for all risks applicable to investing in the Fund. Investors and potential investors should read and note the relevant risk warnings in the Prospectus and the relevant Key Investor Information Document before making any investment decisions.

Fund documentation is available free of charge in English at [www.santanderassetmanagement.co.uk](http://www.santanderassetmanagement.co.uk) and may also be requested from the ACD at Level 5, 67 Lombard Street, London EC3V 9LJ.

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