

FACTSHEET

31 May 2022

OEIC

Scottish Widows UK Equity Income A Acc

Fund Objective

To provide income together with capital growth by investing in shares of UK companies. Investments are selected by the Investment Adviser which, collectively, aim to deliver an income of 110% of the dividend yield of the FTSE All-Share Index (the "Index") on a rolling 3 year basis, before deduction of fees, and outperform the Index by 1.25%* per annum on a rolling 3 year basis, before deduction of fees. The FTSE All-Share Index has been selected as an appropriate benchmark as it provides a representation of the returns of securities in the UK equity market. For further information on this fund's policy and objectives, please refer to the Key Investor Information Document or the Prospectus. These documents can be accessed via the following link:

'KIID'
'Prospectus'

This document is provided for the purpose of information only. This factsheet is intended for individuals who are familiar with investment terminology. Please contact your financial adviser if you need an explanation of the terms used. This material should not be relied upon as sufficient information to support an investment decision. The portfolio data on this factsheet is updated on a quarterly basis.

Information Statement

As at 1st March 2022: 3 Year historic yield of Share Class A (4.57%), 110% FTSE All Share Yield (3.34%).

Basic Fund Information

Fund Launch Date	16/10/1970
Fund Size	£339.4m
Target Benchmark	FTSE All Share Index + 1.25%
ISIN	GB0031643561
MEX ID	LBINCA
SEDOL	3164356
Manager Name	Ashley Lester
Manager Since	06/12/2019
Yield	-

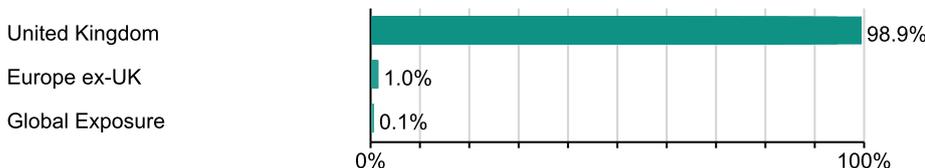
Asset Allocation (as at 31/03/2022)



Sector Breakdown (as at 31/03/2022)



Regional Breakdown (as at 31/03/2022)



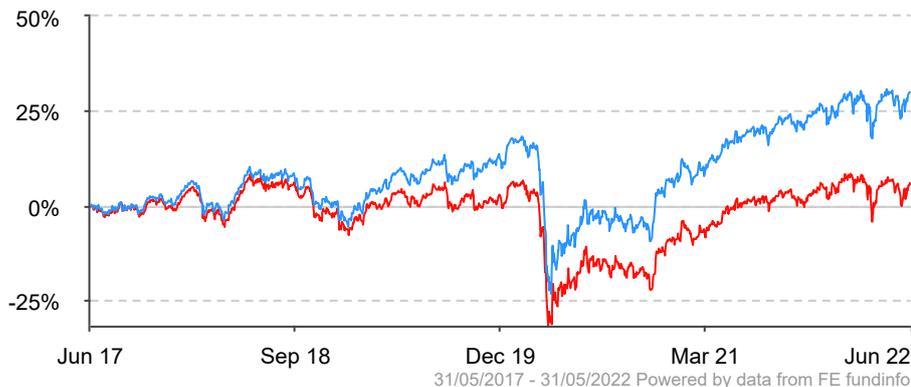
Top Ten Holdings

(as at 31/03/2022)

SHELL PLC	7.1%
ASTRAZENECA PLC ORDINARY USD0.25	5.2%
GLAXOSMITHKLINE PLC ORDINARY 25P	4.7%
RIO TINTO PLC ORDINARY 10P	3.5%
DIAGEO PLC ORDINARY 28 101/108P (UK LISTING)	3.4%
HSBC HOLDINGS PLC USD0.50 (LONDON LISTING)	3.2%
UNILEVER PLC ORDINARY 3 1/9P	3.2%
BP PLC ORDINARY USD0.25	3.1%
RELX PLC ORDINARY 14.4397P	3.1%
VODAFONE GROUP PLC ORDINARY USD0.2095238	2.8%
TOTAL	39.3%

The composition of asset mix and asset allocation may change at any time and exclude cash unless otherwise stated

Past Performance



■ UK Equity Income
■ FTSE All Share + 1.25%

Past performance is not a guide to future performance. Investment value and income from it may fall as well as rise, as a result of market and currency movements. You may not get back the amount originally invested.

Discrete Performance

	31/03/2021 - 31/03/2022	31/03/2020 - 31/03/2021	31/03/2019 - 31/03/2020	31/03/2018 - 31/03/2019	31/03/2017 - 31/03/2018
Scottish Widows UK Equity Income A Acc	11.2%	26.0%	-24.5%	4.8%	-1.6%
FTSE All Share + 1.25%	14.4%	28.3%	-17.4%	7.7%	2.5%

Information is shown as unavailable if prior to the launch of fund.

Cumulative Performance

	30/04/2022 - 31/05/2022	28/02/2022 - 31/05/2022	31/05/2021 - 31/05/2022	31/05/2019 - 31/05/2022	31/05/2017 - 31/05/2022
Scottish Widows UK Equity Income A Acc	1.0%	0.7%	4.8%	5.4%	6.0%
FTSE All Share + 1.25%	0.8%	2.6%	9.6%	22.9%	30.0%

Source: FE fundinfo as at 31/05/2022

Performance figures are in £ Sterling on a single pricing basis, with income (where applicable) reinvested net of UK tax and net of total annual fund charges. These figures do not include any initial charge or other product charge(s) that may be applicable.

Fund Rating Information

Overall Morningstar Rating -
Morningstar Analyst Rating -
FE fundinfo Crown Rating

The FE fundinfo Crown Rating relates to this fund. However, the Morningstar ratings are based on the underlying fund. These are supplied by the respective independent ratings agencies and are the latest available at the time this factsheet was issued. Past performance is not a reliable indicator of future results.

Other Information

The views, opinions and forecasts expressed in this document are those of the fund manager. Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statement of fact, nor should reliance be placed on these views when making investment decisions.

Scottish Widows Unit Trust Managers Ltd
PO Box 24177
Edinburgh EH3 1HT
OEIC & ISA Enquiries: 0345 300 2244 General Enquiries: 0131 655 6000

Not all products have access to this fund, please refer to the relevant product literature. Full terms and conditions are available on request from us using the contact details provided. Charges, terms and the selection of funds we make available may change. Information on the general and specific risks associated with investing in this fund is available in the relevant fund guide, or KIID where applicable. We may change the investment approach rating for the fund. All information is sourced from Scottish Widows or the relevant fund management group unless otherwise stated.

Quarterly Fund Manager Review

Russia's invasion of Ukraine in late February caused a global shock. The grave human implications fed through into markets, with equities declining and bond yields rising (meaning prices fell). Commodity prices soared given Russia is a key producer of several important commodities including oil, gas, and wheat. This contributed to a further surge in inflation as well as supply chain disruption. UK equities were resilient as investors began to price in the additional inflationary shock of Russia's invasion of Ukraine. Large cap equities tracked by the FTSE 100 index rose over the quarter, driven by the oil, mining, healthcare and banking sectors. Strength in the banks reflected rising interest rate expectations. The Bank of England moved to hike rates ahead of other developed market central banks. As the quarter progressed, some of the more traditionally defensive sectors advanced up the leader board. Intermittent fears of a global recession, however, drove periodic selloffs in some of these "safer" stocks too. Market volatility rose given the additional uncertainty related to the Russia/Ukraine conflict. The Bank of England increased its official rate by a combined 50 basis points (bps) with a further two consecutive 25 bps hikes on top of December's 0.15% increase. Consumer focused areas underperformed, as did traditionally economically sensitive one. Those parts of the market offering high future growth potential also lagged. These factors combined drove a poor performance from UK small and mid cap equities. According to the Office for Budget Responsibility (OBR), UK consumer price inflation is set to peak at close to 9% this year. The OBR published its new forecast for the Consumer Prices Index (CPI) alongside the Spring Statement at the end of the quarter. It now expects CPI to hit 8.7% in Q4 2022 (previous forecasts had been to peak at 4.4% in the second quarter of 2022) before falling back in Q1 2023. Chancellor Rishi Sunak announced additional measures alongside the Spring Statement designed to support the UK consumer.

Ashley Lester 31/03/2022

The views, opinions and forecasts expressed in this document are those of the fund management house. Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact, nor should reliance be placed on these views when making investment decisions.