



## PERFORMANCE STATISTICS GOVERNED PORTFOLIOS AUGUST 2017

The Governed Portfolios are designed to match your risk attitude to a suitable mix of assets and funds. There are nine portfolios to choose from so you can select the one that best suits your risk attitude and time to retirement. The performance of the Governed Portfolios below has been calculated using our own funds managed by Royal London Asset Management (RLAM). Past performance is not a guide to the future. Prices can fall as well as rise meaning you may not get back the value of your original investment. Investment returns may fluctuate and are not guaranteed.

### GOVERNED PORTFOLIO PERFORMANCE

Portfolio Name	Details	Percentage Change					Compound Annual Growth Rate (%)		Launch
		31.07.16 31.07.17 % Chg	31.07.15 31.07.16 % Chg	31.07.14 31.07.15 % Chg	31.07.13 31.07.14 % Chg	31.07.12 31.07.13 % Chg	3 years	5 years	12.01.09 31.07.17 % Chg
<b>Governed Portfolio 1</b>	<b>1.00%</b>	<b>9.94</b>	<b>7.20</b>	<b>9.66</b>	<b>6.97</b>	<b>14.71</b>	<b>8.92</b>	<b>9.66</b>	<b>118.77</b>
Composite benchmark		9.76	8.15	9.11	6.00	13.57	9.00	9.29	118.00
Difference		0.18	-0.95	0.55	0.97	1.14	-0.08	0.37	0.77
<b>Governed Portfolio 2</b>	<b>1.00%</b>	<b>8.19</b>	<b>7.04</b>	<b>8.44</b>	<b>6.19</b>	<b>12.58</b>	<b>7.88</b>	<b>8.46</b>	<b>108.21</b>
Composite benchmark		7.76	7.58	8.05	5.28	11.39	7.79	7.99	105.27
Difference		0.43	-0.54	0.39	0.91	1.19	0.09	0.47	2.94
<b>Governed Portfolio 3</b>	<b>1.00%</b>	<b>4.53</b>	<b>5.37</b>	<b>4.75</b>	<b>3.91</b>	<b>7.50</b>	<b>4.88</b>	<b>5.20</b>	<b>68.99</b>
Composite benchmark		3.98	5.13	4.65	3.17	6.26	4.58	4.63	62.95
Difference		0.55	0.24	0.10	0.74	1.24	0.30	0.57	6.04
<b>Governed Portfolio 4</b>	<b>1.00%</b>	<b>11.98</b>	<b>6.80</b>	<b>9.64</b>	<b>7.01</b>	<b>17.32</b>	<b>9.44</b>	<b>10.48</b>	<b>127.81</b>
Composite benchmark		12.00	7.66	8.80	5.88	16.56	9.46	10.11	128.01
Difference		-0.02	-0.86	0.84	1.13	0.76	-0.02	0.37	-0.20
<b>Governed Portfolio 5</b>	<b>1.00%</b>	<b>10.22</b>	<b>6.84</b>	<b>8.84</b>	<b>6.62</b>	<b>15.10</b>	<b>8.61</b>	<b>9.48</b>	<b>119.66</b>
Composite benchmark		10.01	7.48	8.19	5.46	14.11	8.55	9.01	116.91
Difference		0.21	-0.64	0.65	1.16	0.99	0.06	0.47	2.75
<b>Governed Portfolio 6</b>	<b>1.00%</b>	<b>6.82</b>	<b>5.72</b>	<b>5.83</b>	<b>4.79</b>	<b>10.52</b>	<b>6.12</b>	<b>6.71</b>	<b>85.26</b>
Composite benchmark		6.36	5.66	5.56	3.75	9.44	5.85	6.13	78.84
Difference		0.46	0.06	0.27	1.04	1.08	0.27	0.58	6.42
<b>Governed Portfolio 7</b>	<b>1.00%</b>	<b>13.25</b>	<b>6.82</b>	<b>9.53</b>	<b>6.90</b>	<b>20.49</b>	<b>9.82</b>	<b>11.28</b>	<b>137.38</b>
Composite benchmark		13.85	7.29	8.40	5.81	20.19	9.80	10.98	138.76
Difference		-0.60	-0.47	1.13	1.09	0.30	0.02	0.30	-1.38
<b>Governed Portfolio 8</b>	<b>1.00%</b>	<b>12.29</b>	<b>6.71</b>	<b>9.15</b>	<b>6.55</b>	<b>17.92</b>	<b>9.35</b>	<b>10.44</b>	<b>129.70</b>
Composite benchmark		12.19	7.41	8.22	5.46	17.37	9.24	10.04	128.44
Difference		0.10	-0.70	0.93	1.09	0.55	0.11	0.40	1.26
<b>Governed Portfolio 9</b>	<b>1.00%</b>	<b>8.52</b>	<b>6.01</b>	<b>6.54</b>	<b>4.97</b>	<b>12.98</b>	<b>7.01</b>	<b>7.76</b>	<b>96.86</b>
Composite benchmark		8.07	6.28	5.96	3.91	12.23	6.76	7.25	92.63
Difference		0.45	-0.27	0.58	1.06	0.75	0.25	0.51	4.23

Source: Lipper, bid to bid, as at 31.07.2017, Royal London, as at 31.07.2017. **All performance figures, including the figures shown for the growth in the benchmark, have been calculated net of the annual management charge.**

<sup>1</sup>Total Expense Ratio (TER), covering calendar year 2016. The TER is a measure of the overall cost of a fund to the investor. It includes the Management Charge plus any audit, custodian, registration or compliance fees paid out of the portfolio's assets. It does not include the costs of buying and selling securities, which would still be paid if investing directly in securities instead of through an investment fund.

## EQUITY MANAGEMENT OPTIONS

Each strategy invests the equity portion in an actively managed global equity fund, the RLP Global Managed fund. However there are alternative passive and active equity management options if you prefer:

**Tracker** – the tracker version invests the equity portion of each portfolio in a global equity tracker fund, the RLP/BlackRock Aquila Global Blend fund.

Portfolio Name	Percentage Change					Compound Annual Growth Rate (%)	
	31.07.16 31.07.17 % Chg	31.07.15 31.07.16 % Chg	31.07.14 31.07.15 % Chg	31.07.13 31.07.14 % Chg	31.07.12 31.07.13 % Chg	3 years	5 years
	Governed Portfolio 1 (Tracker)	9.89	8.90	8.44	7.00	14.42	9.06
Governed Portfolio 2 (Tracker)	8.15	8.39	7.49	6.21	12.35	8.00	8.49
Governed Portfolio 3 (Tracker)	4.52	5.90	4.37	3.91	7.40	4.93	5.21
Governed Portfolio 4 (Tracker)	11.91	8.85	8.17	7.06	16.97	9.62	10.53
Governed Portfolio 5 (Tracker)	10.16	8.54	7.63	6.66	14.82	8.76	9.52
Governed Portfolio 6 (Tracker)	6.79	6.68	5.16	4.79	10.36	6.20	6.73
Governed Portfolio 7 (Tracker)	13.16	9.15	7.84	6.98	20.08	10.02	11.33
Governed Portfolio 8 (Tracker)	12.21	8.82	7.65	6.61	17.56	9.53	10.49
Governed Portfolio 9 (Tracker)	8.47	7.35	5.58	4.98	12.76	7.12	7.79

Source: Lipper, bid to bid, as at 31.07.2017, Royal London, as at 31.07.2017. **All performance figures, including the figures shown for the growth in the benchmark, have been calculated net of the annual management charge applicable to each fund.**

**Active** – the active version invests the equity portion of each portfolio in an actively managed global equity fund of funds, the RLP Global Blend Core Plus (Rathbone Global Alpha) fund.

Portfolio Name	Percentage Change					Compound Annual Growth Rate (%)	
	31.07.16 31.07.17 % Chg	31.07.15 31.07.16 % Chg	31.07.14 31.07.15 % Chg	31.07.13 31.07.14 % Chg	31.07.12 31.07.13 % Chg	3 years	5 years
	Governed Portfolio 1 (Active)	9.93	6.29	10.03	7.78	14.08	8.73
Governed Portfolio 2 (Active)	8.18	6.32	8.73	6.81	12.09	7.73	8.40
Governed Portfolio 3 (Active)	4.54	5.02	4.85	4.13	7.30	4.80	5.16
Governed Portfolio 4 (Active)	11.97	5.79	10.10	8.00	16.56	9.25	10.42
Governed Portfolio 5 (Active)	10.21	5.97	9.21	7.42	14.48	8.44	9.41
Governed Portfolio 6 (Active)	6.81	5.23	6.03	5.19	10.18	6.02	6.67
Governed Portfolio 7 (Active)	13.21	5.72	10.12	8.10	19.61	9.63	11.24
Governed Portfolio 8 (Active)	12.28	5.66	9.63	7.57	17.17	9.15	10.38
Governed Portfolio 9 (Active)	8.50	5.26	6.84	5.58	12.52	6.85	7.71

Source: Lipper, bid to bid, as at 31.07.2017, Royal London, as at 31.07.2017. **All performance figures, including the figures shown for the growth in the benchmark, have been calculated net of the annual management charge applicable to each fund.**

## GOVERNED PORTFOLIO PERFORMANCE

The mix of assets held within each portfolio is reviewed regularly by our Investment Advisory Committee (IAC) as part of our governance process. For details of the latest asset allocations and minutes of the committee meetings, please refer to our website at [royallondon.com/pensioninvestments](http://royallondon.com/pensioninvestments).

Please note that some equity funds come with an additional management charge. Please see the Pension Fund Performance document for more details.

The Governed Portfolios are rebalanced on a monthly basis. Further information on Governed Portfolios can be obtained from our website at [royallondon.com](http://royallondon.com).



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