



Investments factsheet

# Investment pathway 2

Risk Grading: Cautious

## What are investment pathways?

Investment pathways are investment solutions, designed for customers entering drawdown. There are four pathways available, if you want to find out more about the other pathways, visit our website [royallondon.com/investmentpathways](http://royallondon.com/investmentpathways).

## What is investment pathway 2?

Pathway 2 is designed to maintain annuity buying power for customers looking to buy an annuity in the short-term.

## What governance process is in place?

The pathway comes with ongoing governance. This simply means that our investment experts check it regularly. It allows us to maintain the best mix of assets in line with the objectives of the pathway.

If our experts decide that the mix of assets needs to be adjusted, they'll do this automatically on your behalf, so you don't need to do anything. And, this service comes at no extra cost.

For full details of our governance process please visit our website at [royallondon.com/pensioninvestments](http://royallondon.com/pensioninvestments).

## Who is this pathway designed for?

It's designed for someone who plans to set up a guaranteed income (annuity) within the next five years and has a cautious attitude to risk.

If you're not sure about the suitability of an investment, you should seek professional financial advice.

Advisers may charge for providing such advice and should confirm any costs beforehand.

It's important to remember that the value of investments can fall as well as rise and you could get back less than you put in.

## Where is the pathway invested?

The fund mix and asset type of the pathway as at 31 December 2020 is shown below:

Investment pathway 2	
RLP Annuity	100%

Investment pathway 2 (asset type)	
UK Corporate Bonds	36.00%
UK Gilts	32.60%
International Bonds	26.10%
Cash & Equivalents	3.60%
Other	1.50%
UK Equities	0.20%

If you want to know more about the fund within this pathway, including details of fund charges and performance, visit our website [royallondon.com/pensioninvestments](http://royallondon.com/pensioninvestments) and take a look at the relevant factsheet.

## What is the pathway benchmark?

The benchmark is a target against which performance is measured.

This benchmark is regularly reviewed and may be updated by Royal London so that it remains appropriate for the investor profile as detailed in the section "**Who is this pathway designed for?**" or where a component index is discontinued or replaced.

The benchmark for this pathway is a composite of indices:

LIBID GBP 7-day index	25.00%
Markit iBoxx Sterling Non-Gilts over 5 years	25.00%
Various FTSE A (Index Linked) Gilts indices	25.00%
Various FTSE A British Government Gilts index	25.00%



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