Global equities rose strongly in November following the US elections and positive Covid-19 vaccine trial data. Investors were reassured by the absence of US political unrest. Likewise, the possibility of a successful vaccine rollout and ‘return to normal’ next year boosted sentiment. While concerned about no agreement being reached yet on a UK-EU trade deal, shorter-term Covid-19 spikes in the US and rising geopolitical risks in the Middle East, we have increased our overweight in global equities and in global high yield bonds, funded by reducing gilts, bonds and cash. We remain overweight in commodities and underweight in commercial property.

**LATEST TACTICAL POSITIONS**

<table>
<thead>
<tr>
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<th>Overweight</th>
<th>Neutral</th>
<th>Underweight</th>
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<tr>
<td>Property</td>
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<td>Commodities</td>
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<td>Gilts</td>
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<td>Corporate Bonds</td>
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<tr>
<td>Absolute Return Strategies (including cash)</td>
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Directions of arrows show overall change from previous tactical change. For individual portfolios changes, please see factsheets.
GOVERNED PORTFOLIOS – TARGET CASH

The target cash portfolios are designed to match your clients 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 clients risk attitude and time to retirement. The target cash portfolios are available stand alone or as part of our pre-set lifestyle arrangements which are built to target the RLP Deposit fund at retirement.

Investment returns may fluctuate and are not guaranteed. The value of your clients investment can go down as well as up and they may not get back the value of their original investment.

**Long**
- Governed Portfolio 7
  - 81.60% Equities
  - 10.20% Property
  - 5.80% Commodities
  - 2.10% Global High Yield
  - 0.30% Short Duration Global HY

**Medium**
- Governed Portfolio 8
  - 74.20% Equities
  - 11.85% Property
  - 6.00% Commodities
  - 2.33% Global High Yield
  - 1.28% Short Duration Global HY
  - 0.60% Gilts (10yr)
  - 1.48% Index Linked Bonds (10yr)
  - 1.77% Corporate Bonds (10yr)
  - 0.49% Deposit

**Short**
- Governed Portfolio 9
  - 49.00% Equities
  - 8.50% Property
  - 6.00% Commodities
  - 3.25% Global High Yield
  - 1.65% Short Duration Global HY
  - 7.46% Gilts (5yr)
  - 9.17% Index Linked Bonds (5yr)
  - 9.87% Corporate Bonds (5yr)
  - 2.90% Absolute Return Gov Bond
  - 0.25% Cash Plus
  - 1.95% Deposit

Governed Portfolio 4
- 71.72% Equities
- 14.15% Property
- 6.00% Commodities
- 2.33% Global High Yield
- 1.23% Short Duration Global HY
- 1.22% Gilts (15yr)
- 1.37% Index Linked Bonds (15yr)
- 1.67% Corporate Bonds (15yr)
- 0.31% Deposit

Governed Portfolio 5
- 59.23% Equities
- 11.90% Property
- 6.00% Commodities
- 4.98% Global High Yield
- 1.83% Short Duration Global HY
- 3.25% Gilts (10yr)
- 4.80% Index Linked Bonds (10yr)
- 5.70% Corporate Bonds (10yr)
- 0.30% Absolute Return Gov Bond
- 2.01% Deposit

Governed Portfolio 6
- 35.77% Equities
- 9.95% Property
- 6.00% Commodities
- 5.00% Global High Yield
- 2.10% Short Duration Global HY
- 9.96% Gilts (5yr)
- 11.67% Index Linked Bonds (5yr)
- 12.37% Corporate Bonds (5yr)
- 4.20% Absolute Return Gov Bond
- 1.00% Cash Plus
- 1.98% Deposit

Governed Portfolio 1
- 56.73% Equities
- 14.15% Property
- 6.00% Commodities
- 4.98% Global High Yield
- 1.83% Short Duration Global HY
- 4.46% Gilts (15yr)
- 4.70% Index Linked Bonds (15yr)
- 5.10% Corporate Bonds (15yr)
- 0.10% Absolute Return Gov Bond
- 1.95% Deposit

Governed Portfolio 2
- 45.78% Equities
- 9.55% Property
- 6.00% Commodities
- 4.95% Global High Yield
- 2.10% Short Duration Global HY
- 7.66% Gilts (10yr)
- 8.97% Index Linked Bonds (10yr)
- 9.87% Corporate Bonds (10yr)
- 2.80% Absolute Return Gov Bond
- 2.32% Deposit

Governed Portfolio 3
- 19.00% Equities
- 4.25% Property
- 6.00% Commodities
- 10.75% Global High Yield
- 1.65% Short Duration Global HY
- 14.96% Gilts (5yr)
- 16.67% Index Linked Bonds (5yr)
- 17.37% Corporate Bonds (5yr)
- 5.50% Absolute Return Gov Bond
- 2.00% Cash Plus
- 1.85% Deposit

Latest tactical allocations as at 3rd December 2020.

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The Governed Portfolios are rebalanced on a monthly basis. Further information on the Governed Portfolios and our Target Lifestyle Strategies can be obtained from our website at royallondon.com
GOVERNED PORTFOLIOS – TARGET ANNUITY

The target annuity portfolios are the building blocks of our target annuity lifestyle strategies. In keeping with this the lifestyles target the RLP Annuity fund which is designed to deliver above inflation growth for customers approaching retirement who intend to take up to 25% tax free cash and purchase an annuity.

Investment returns may fluctuate and are not guaranteed. The value of your clients investment can go down as well as up and they may not get back the value of their original investment.

Long

Governed Portfolio 7
- 81.60% Equities
- 10.20% Property
- 5.80% Commodities
- 2.10% Global High Yield
- 0.30% Short Duration Global HY

Governed Portfolio 8 (Annuity)
- 74.20% Equities
- 11.85% Property
- 6.00% Commodities
- 2.33% Global High Yield
- 1.28% Short Duration Global HY
- 0.45% Gilts (15yr)
- 0.14% Gilts (10yr)
- 1.11% Index Linked Bonds (15yr)
- 0.37% Index Linked Bonds (10yr)
- 1.33% Corporate Bonds (15yr)
- 0.45% Corporate Bonds (10yr)
- 0.49% Deposit

Governed Portfolio 9 (Annuity)
- 49.00% Equities
- 8.50% Property
- 6.00% Commodities
- 3.25% Global High Yield
- 1.65% Short Duration Global HY
- 3.73% Gilts (15yr)
- 3.73% Gilts (10yr)
- 4.59% Index Linked Bonds (15yr)
- 4.58% Index Linked Bonds (10yr)
- 4.93% Corporate Bonds (15yr)
- 2.90% Absolute Return Gov Bond
- 0.25% Cash Plus
- 1.95% Deposit

Governed Portfolio 4
- 71.72% Equities
- 14.15% Property
- 6.00% Commodities
- 2.33% Global High Yield
- 1.23% Short Duration Global HY
- 1.22% Gilts (15yr)
- 1.37% Index Linked Bonds (15yr)
- 1.67% Corporate Bonds (15yr)
- 0.31% Deposit

Governed Portfolio 5 (Annuity)
- 59.23% Equities
- 11.90% Property
- 6.00% Commodities
- 4.98% Global High Yield
- 1.83% Short Duration Global HY
- 2.44% Gilts (15yr)
- 0.81% Gilts (10yr)
- 3.60% Index Linked Bonds (15yr)
- 1.20% Index Linked Bonds (10yr)
- 4.28% Corporate Bonds (15yr)
- 1.43% Corporate Bonds (10yr)
- 0.30% Absolute Return Gov Bond
- 2.00% Deposit

Governed Portfolio 6 (Annuity)
- 35.77% Equities
- 9.95% Property
- 6.00% Commodities
- 5.00% Global High Yield
- 2.10% Short Duration Global HY
- 4.98% Gilts (15yr)
- 4.98% Gilts (10yr)
- 5.84% Index Linked Bonds (15yr)
- 5.83% Index Linked Bonds (10yr)
- 6.19% Corporate Bonds (15yr)
- 6.18% Corporate Bonds (10yr)
- 4.20% Absolute Return Gov Bond
- 1.00% Cash Plus
- 1.98% Deposit

Governed Portfolio 1
- 56.73% Equities
- 14.15% Property
- 6.00% Commodities
- 4.98% Global High Yield
- 1.83% Short Duration Global HY
- 4.46% Gilts (15yr)
- 4.70% Index Linked Bonds (15yr)
- 5.10% Corporate Bonds (15yr)
- 0.10% Absolute Return Gov Bond
- 1.95% Deposit

Governed Portfolio 2 (Annuity)
- 45.78% Equities
- 9.55% Property
- 6.00% Commodities
- 4.95% Global High Yield
- 2.10% Short Duration Global HY
- 5.74% Gilts (15yr)
- 1.91% Gilts (10yr)
- 6.73% Index Linked Bonds (15yr)
- 2.24% Index Linked Bonds (10yr)
- 7.41% Corporate Bonds (15yr)
- 2.47% Corporate Bonds (10yr)
- 2.80% Absolute Return Gov Bond
- 2.32% Deposit

Governed Portfolio 3 (Annuity)
- 19.00% Equities
- 4.25% Property
- 6.00% Commodities
- 10.75% Global High Yield
- 1.65% Short Duration Global HY
- 7.48% Gilts (15yr)
- 7.48% Gilts (10yr)
- 8.34% Index Linked Bonds (15yr)
- 8.33% Index Linked Bonds (10yr)
- 8.69% Corporate Bonds (15yr)
- 8.68% Corporate Bonds (10yr)
- 5.50% Absolute Return Gov Bond
- 2.00% Cash Plus
- 1.85% Deposit

Latest tactical allocations as at 3rd December 2020.

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The Governed Portfolios are rebalanced on a monthly basis. Further information on the Governed Portfolios and our Target Lifestyle Strategies can be obtained from our website at royallondon.com
GOVERNED PORTFOLIOS – TARGET DRAWDOWN

The target drawdown portfolios are the building blocks of our target drawdown lifestyle strategies. In keeping with this the lifestyles target our Governed Retirement Income Portfolios which aim to deliver growth above inflation to support regular income withdrawals in retirement. Further details on the Governed Retirement Income Portfolios can be found on the following page.

Investment returns may fluctuate and are not guaranteed. The value of your clients investment can go down as well as up and they may not get back the value of their original investment.

<table>
<thead>
<tr>
<th>Long</th>
<th>Medium</th>
<th>Short</th>
</tr>
</thead>
<tbody>
<tr>
<td>Governed Portfolio 7</td>
<td>Governed Portfolio 8 (Drawdown)</td>
<td>Governed Portfolio 9 (Drawdown)</td>
</tr>
<tr>
<td>● 81.60% Equities</td>
<td>● 74.20% Equities</td>
<td>● 49.00% Equities</td>
</tr>
<tr>
<td>● 10.20% Property</td>
<td>● 11.85% Property</td>
<td>● 8.50% Property</td>
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<tr>
<td>● 5.80% Commodities</td>
<td>● 6.00% Commodities</td>
<td>● 6.00% Commodities</td>
</tr>
<tr>
<td>● 2.10% Global High Yield</td>
<td>● 2.33% Global High Yield</td>
<td>● 3.25% Global High Yield</td>
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<td>● 0.30% Short Duration Global HY</td>
<td>● 1.28% Short Duration Global HY</td>
<td>● 1.65% Short Duration Global HY</td>
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<tr>
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<td>● 3.73% Gilts (15yr)</td>
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<td>● 3.73% Gilts (10yr)</td>
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<td>● 4.59% Index Linked Bonds (15yr)</td>
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<td>● 4.58% Index Linked Bonds (10yr)</td>
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<td>● 4.94% Corporate Bonds (15yr)</td>
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<td>● 2.90% Absolute Return Gov Bond</td>
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<td>● 0.25% Cash Plus</td>
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<td>● 1.95% Deposit</td>
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</table>

<table>
<thead>
<tr>
<th>Governed Portfolio 4</th>
<th>Governed Portfolio 5 (Drawdown)</th>
<th>Governed Portfolio 6 (Drawdown)</th>
</tr>
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<tbody>
<tr>
<td>● 71.72% Equities</td>
<td>● 59.23% Equities</td>
<td>● 35.77% Equities</td>
</tr>
<tr>
<td>● 14.15% Property</td>
<td>● 11.90% Property</td>
<td>● 9.95% Property</td>
</tr>
<tr>
<td>● 6.00% Commodities</td>
<td>● 6.00% Commodities</td>
<td>● 6.00% Commodities</td>
</tr>
<tr>
<td>● 2.33% Global High Yield</td>
<td>● 4.98% Global High Yield</td>
<td>● 5.00% Global High Yield</td>
</tr>
<tr>
<td>● 1.23% Short Duration Global HY</td>
<td>● 1.83% Short Duration Global HY</td>
<td>● 2.10% Short Duration Global HY</td>
</tr>
<tr>
<td>● 1.22% Gilts (15yr)</td>
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<td>● 4.98% Gilts (15yr)</td>
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<td>● 1.37% Index Linked Bonds (15yr)</td>
<td>● 0.81% Gilts (10yr)</td>
<td>● 4.98% Gilts (10yr)</td>
</tr>
<tr>
<td>● 1.67% Corporate Bonds (15yr)</td>
<td>● 3.60% Index Linked Bonds (15yr)</td>
<td>● 5.84% Index Linked Bonds (15yr)</td>
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<td>● 0.31% Deposit</td>
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<tr>
<td></td>
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<td>● 6.19% Corporate Bonds (15yr)</td>
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<tr>
<td></td>
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<td>● 6.18% Corporate Bonds (10yr)</td>
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<tr>
<td></td>
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<td>● 4.20% Absolute Return Gov Bond</td>
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<td>● 1.00% Cash Plus</td>
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<tr>
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<td>● 1.98% Deposit</td>
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<table>
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<tr>
<th>Governed Portfolio 1</th>
<th>Governed Portfolio 2 (Drawdown)</th>
<th>Governed Portfolio 3 (Drawdown)</th>
</tr>
</thead>
<tbody>
<tr>
<td>● 56.73% Equities</td>
<td>● 45.78% Equities</td>
<td>● 19.00% Equities</td>
</tr>
<tr>
<td>● 14.15% Property</td>
<td>● 9.55% Property</td>
<td>● 4.25% Property</td>
</tr>
<tr>
<td>● 6.00% Commodities</td>
<td>● 6.00% Commodities</td>
<td>● 6.00% Commodities</td>
</tr>
<tr>
<td>● 4.98% Global High Yield</td>
<td>● 4.95% Global High Yield</td>
<td>● 10.75% Global High Yield</td>
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<td>● 1.65% Short Duration Global HY</td>
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<tr>
<td>● 4.46% Gilts (15yr)</td>
<td>● 5.74% Gilts (15yr)</td>
<td>● 7.48% Gilts (15yr)</td>
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<tr>
<td>● 4.70% Index Linked Bonds (15yr)</td>
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<td>● 7.48% Gilts (10yr)</td>
</tr>
<tr>
<td>● 5.10% Corporate Bonds (15yr)</td>
<td>● 6.73% Index Linked Bonds (15yr)</td>
<td>● 8.34% Index Linked Bonds (15yr)</td>
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<tr>
<td>● 0.10% Absolute Return Gov Bond</td>
<td>● 2.24% Index Linked Bonds (10yr)</td>
<td>● 8.33% Index Linked Bonds (10yr)</td>
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<tr>
<td>● 1.95% Deposit</td>
<td>● 7.41% Corporate Bonds (15yr)</td>
<td>● 8.69% Corporate Bonds (15yr)</td>
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<td>● 8.68% Corporate Bonds (10yr)</td>
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<tr>
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<td>● 5.50% Absolute Return Gov Bond</td>
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<td>● 2.00% Cash Plus</td>
</tr>
<tr>
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<td>● 1.85% Deposit</td>
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</tbody>
</table>

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The Governed Portfolios are rebalanced on a monthly basis. Further information on the Governed Portfolios and our Target Lifestyle Strategies can be obtained from our website at royallondon.com
GOVERNED RETIREMENT INCOME PORTFOLIOS

Our Governed Retirement Income Portfolios aim to deliver growth above inflation to support regular income withdrawals. There are five portfolios to choose from, each increasing in risk from 1 to 5, so you can select the one that best suits your clients’ risk attitude.

Investment returns may fluctuate and are not guaranteed. The value of your clients’ investment can go down as well as up and they may not get back the value of their original investment.

<table>
<thead>
<tr>
<th>GRIP 1</th>
<th>GRIP 3</th>
<th>GRIP 5</th>
</tr>
</thead>
<tbody>
<tr>
<td>14.00% Equities</td>
<td>34.00% Equities</td>
<td>55.00% Equities</td>
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<tr>
<td>4.25% Property</td>
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<tr>
<td>6.00% Commodities</td>
<td>6.00% Commodities</td>
<td>6.00% Commodities</td>
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<tr>
<td>3.25% Global High Yield</td>
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<td>9.50% Global High Yield</td>
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<tr>
<td>1.65% Short Duration Global HY</td>
<td>1.65% Short Duration Global HY</td>
<td>1.65% Short Duration Global HY</td>
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<tr>
<td>2.50% Sterling Extra Yield Bond</td>
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<td>8.75% Sterling Extra Yield Bond</td>
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<tr>
<td>18.40% Gilts (10yr)</td>
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<td>19.90% Index Linked Bonds (10yr)</td>
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<td>20.70% Corporate Bonds (10yr)</td>
<td>10.70% Corporate Bonds (10yr)</td>
<td>3.20% Corporate Bonds (10yr)</td>
</tr>
<tr>
<td>2.75% Absolute Return Gov Bond</td>
<td>2.75% Absolute Return Gov Bond</td>
<td>0.77% Absolute Return Gov Bond</td>
</tr>
<tr>
<td>4.75% Cash Plus</td>
<td>4.75% Cash Plus</td>
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</tr>
<tr>
<td>1.85% Deposit</td>
<td>2.10% Deposit</td>
<td>2.83% Deposit</td>
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</table>

<table>
<thead>
<tr>
<th>GRIP 2</th>
<th>GRIP 4</th>
</tr>
</thead>
<tbody>
<tr>
<td>24.00% Equities</td>
<td>45.00% Equities</td>
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<td>6.50% Property</td>
<td>8.75% Property</td>
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<tr>
<td>6.00% Commodities</td>
<td>6.00% Commodities</td>
</tr>
<tr>
<td>4.50% Global High Yield</td>
<td>8.25% Global High Yield</td>
</tr>
<tr>
<td>1.65% Short Duration Global HY</td>
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</tr>
<tr>
<td>3.75% Sterling Extra Yield Bond</td>
<td>7.50% Sterling Extra Yield Bond</td>
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<tr>
<td>13.40% Gilts (10yr)</td>
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<tr>
<td>15.70% Corporate Bonds (10yr)</td>
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<td>2.75% Absolute Return Gov Bond</td>
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<tr>
<td>4.75% Cash Plus</td>
<td>4.00% Cash Plus</td>
</tr>
<tr>
<td>2.10% Deposit</td>
<td>2.83% Deposit</td>
</tr>
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All literature about products that carry the Royal London brand is available in large print format on request to the Marketing Department at Royal London, 1 Thistle Street, Edinburgh EH2 1DG. All of our printed products are produced on stock which is from FSC® certified forests.