



## PERFORMANCE STATISTICS

### GOVERNED RETIREMENT INCOME PORTFOLIOS – OCTOBER 2018

The Governed Retirement Income Portfolios (GRIPs) have been designed to complement our Income Release contract when taking income from your pension plan. Invested in a portfolio of mixed assets there are five portfolios to select from, each one taking a bit more risk.

The portfolios come with ongoing governance. This simply means that our investment experts check them regularly. It allows us to maintain the best mix of assets in line with each of the risk category – and to make sure they are performing in line with their overall objectives. The value of your investment can go down as well as up and you may not get back the value of the original investment. If our experts decide that the mix of assets needs to be adjusted, it happens automatically on your behalf, you don't need to do anything. What's more, this service comes at no extra cost.

#### GRIP 1

- 10.50% Equities
- 5.00% Property
- 4.00% Commodities
- 2.50% Global High Yield
- 1.80% Short Duration Global HY
- 2.50% Sterling Extra Yield Bond
- 19.00% Gilts (10yr)
- 20.00% Index Linked Bonds (10yr)
- 21.00% Corporate Bonds (10yr)
- 3.00% Absolute Return Gov Bond
- 8.55% Cash Plus
- 2.15% Deposit

#### GRIP 3

- 30.50% Equities
- 7.50% Property
- 4.00% Commodities
- 6.25% Global High Yield
- 1.80% Short Duration Global HY
- 6.25% Sterling Extra Yield Bond
- 9.00% Gilts (10yr)
- 10.00% Index Linked Bonds (10yr)
- 11.00% Corporate Bonds (10yr)
- 3.00% Absolute Return Gov Bond
- 8.55% Cash Plus
- 2.15% Deposit

#### GRIP 5

- 50.63% Equities
- 10.00% Property
- 4.00% Commodities
- 8.75% Global High Yield
- 1.80% Short Duration Global HY
- 8.75% Sterling Extra Yield Bond
- 1.37% Gilts (10yr)
- 2.50% Index Linked Bonds (10yr)
- 3.50% Corporate Bonds (10yr)
- 1.00% Absolute Return Gov Bond
- 4.92% Cash Plus
- 2.78% Deposit

#### GRIP 2

- 20.50% Equities
- 7.50% Property
- 4.00% Commodities
- 3.75% Global High Yield
- 1.80% Short Duration Global HY
- 3.75% Sterling Extra Yield Bond
- 14.00% Gilts (10yr)
- 15.00% Index Linked Bonds (10yr)
- 16.00% Corporate Bonds (10yr)
- 3.00% Absolute Return Gov Bond
- 8.55% Cash Plus
- 2.15% Deposit

#### GRIP 4

- 40.63% Equities
- 10.00% Property
- 4.00% Commodities
- 7.50% Global High Yield
- 1.80% Short Duration Global HY
- 7.50% Sterling Extra Yield Bond
- 3.87% Gilts (10yr)
- 5.00% Index Linked Bonds (10yr)
- 6.00% Corporate Bonds (10yr)
- 2.50% Absolute Return Gov Bond
- 8.67% Cash Plus
- 2.53% Deposit

RISK →

Latest tactical allocations as at 20th September 2018.

Past performance is not a guide to the future. **Prices can fall as well as rise meaning you may not get back the full amount of capital originally invested.** Investment returns may fluctuate and are not guaranteed.

Portfolio Name	Percentage Change					Compound Annual Growth Rate (%)		Since launch % Chg*
	30.09.17	30.09.16	30.09.15	30.09.14	30.09.13	3 years	5 years	
	30.09.18	30.09.17	30.09.16	30.09.15	30.09.14			
% Chg	% Chg	% Chg	% Chg	% Chg				
<b>Governed Retirement Income Portfolio 1</b>	<b>2.12</b>	<b>1.36</b>	<b>12.30</b>	<b>2.85</b>	<b>5.48</b>	<b>5.14</b>	<b>4.75</b>	<b>32.46</b>
Composite Benchmark	1.25	0.50	12.22	2.93	4.90	4.52	4.28	28.24
Difference	0.87	0.86	0.08	-0.08	0.58	0.62	0.47	4.22
<b>Governed Retirement Income Portfolio 2</b>	<b>3.13</b>	<b>3.52</b>	<b>13.18</b>	<b>2.74</b>	<b>7.11</b>	<b>6.51</b>	<b>5.86</b>	<b>42.98</b>
Composite Benchmark	2.21	1.86	13.45	2.78	6.20	5.70	5.21	36.33
Difference	0.92	1.66	-0.27	-0.04	0.91	0.81	0.65	6.65
<b>Governed Retirement Income Portfolio 3</b>	<b>3.99</b>	<b>5.63</b>	<b>14.07</b>	<b>2.73</b>	<b>8.88</b>	<b>7.80</b>	<b>6.98</b>	<b>53.98</b>
Composite Benchmark	2.97	3.15	14.58	2.70	7.60	6.76	6.10	44.42
Difference	1.02	2.48	-0.51	0.03	1.28	1.04	0.88	9.56
<b>Governed Retirement Income Portfolio 4</b>	<b>5.24</b>	<b>8.39</b>	<b>14.61</b>	<b>2.39</b>	<b>10.34</b>	<b>9.34</b>	<b>8.11</b>	<b>67.06</b>
Composite Benchmark	4.08	5.24	16.01	2.22	8.80	8.30	7.16	55.33
Difference	1.16	3.15	-1.40	0.17	1.54	1.04	0.95	11.73
<b>Governed Retirement Income Portfolio 5</b>	<b>6.50</b>	<b>11.14</b>	<b>14.97</b>	<b>1.30</b>	<b>10.20</b>	<b>10.81</b>	<b>8.72</b>	<b>75.93</b>
Composite Benchmark	5.29	7.98	16.99	1.09	8.67	9.97	7.88	65.02
Difference	1.21	3.16	-2.02	0.21	1.53	0.84	0.84	10.91

Source: Lipper as at 30.09.2018, Royal London, as at 30.09.2018.

**All performance figures, including the figures shown for the growth in the benchmarks, have been calculated net of the 1% annual management charge.** The compound annual growth rate (C.A.G.R.) is a measure of the investment returns, on a given fund, over the specified period. It allows for the impact of compounding of investment returns which is particularly important where returns vary from one year to the next. The GRIPs and their benchmarks are rebalanced on a monthly basis. This is the process of making sure the asset mix of the investments is maintained following movements due to fund price changes.

\*Governed Retirement Income Portfolios were launched 28.08.2012.

**Royal London**  
1 Thistle Street, Edinburgh EH2 1DG  
**royallondon.com**

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.

Source: FTSE International Limited ("FTSE") © FTSE 2016. "FTSE®" is a trade mark of the London Stock Exchange Group companies and is used by FTSE International Limited under licence. All rights in the FTSE indices and/or FTSE ratings vest in FTSE and/or its licensors. Neither FTSE nor its licensors accept any liability for any errors or omissions in the FTSE indices and/or FTSE ratings or underlying data. No further distribution of FTSE Data is permitted without FTSE's express written consent.

The Royal London Mutual Insurance Society Limited is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. The firm is on the Financial Services Register, registration number 117672. It provides life assurance and pensions. Registered in England and Wales number 99064. Registered office: 55 Gracechurch Street, London, EC3V 0RL. Royal London Marketing Limited is authorised and regulated by the Financial Conduct Authority and introduces Royal London's customers to other insurance companies. The firm is on the Financial Services Register, registration number 302391. Registered in England and Wales number 4414137. Registered office: 55 Gracechurch Street, London, EC3V 0RL. Royal London Corporate Pension Services Limited is authorised and regulated by the Financial Conduct Authority and provides pension services. The firm is on the Financial Services Register, registration number 460304. Registered in England and Wales number 5817049. Registered office: 55 Gracechurch Street, London, EC3V 0RL.