

FUND OVERVIEW

Fund Manager(s)	Tony Cole, Craig Inches
Fund Size	£6,147.77m
Fund Type	OEIC
Domicile	United Kingdom
ISA	Available and Eligible
Duration	0.3 years
Benchmark Index	Bank Of England Sterling Overnight Index Average
Investment Association Sector	IA Unclassified
Currency	GBP
Fund Management Fee (FMF)*:	M Inc: 0.25% X Inc: 0.11% Y Acc: 0.15% Y Inc: 0.15% Z Acc: 0.03% Z Inc: 0.03%

Share Class M (Income)

Unit Launch Date	13.12.12
SEDOL	B545JR5
Mid Price	102.10p
Distribution Yield	0.67%
Underlying Yield	0.67%

Share Class X (Income)

Unit Launch Date	12.10.16
SEDOL	BYQQoM1
Mid Price	100.33p
Distribution Yield	0.81%
Underlying Yield	0.81%

Share Class Y (Accumulation)

Unit Launch Date	12.06.14
SEDOL	BMNR1H5
Mid Price	103.51p
Distribution Yield	0.77%
Underlying Yield	0.77%

Share Class Y (Income)

Unit Launch Date	12.06.14
SEDOL	BMNR1F3
Mid Price	100.41p
Distribution Yield	0.77%
Underlying Yield	0.77%

Share Class Z (Accumulation)

Unit Launch Date	20.06.11
SEDOL	B4VPT26
Mid Price	107.05p
Distribution Yield	0.89%
Underlying Yield	0.89%

Share Class Z (Income)

Unit Launch Date	21.05.12
SEDOL	B4X2895
Mid Price	101.08p
Distribution Yield	0.89%
Underlying Yield	0.89%

Overview

The investment objective of the fund is to produce capital growth and income in excess of its benchmark, SONIA, over rolling 12 month periods.

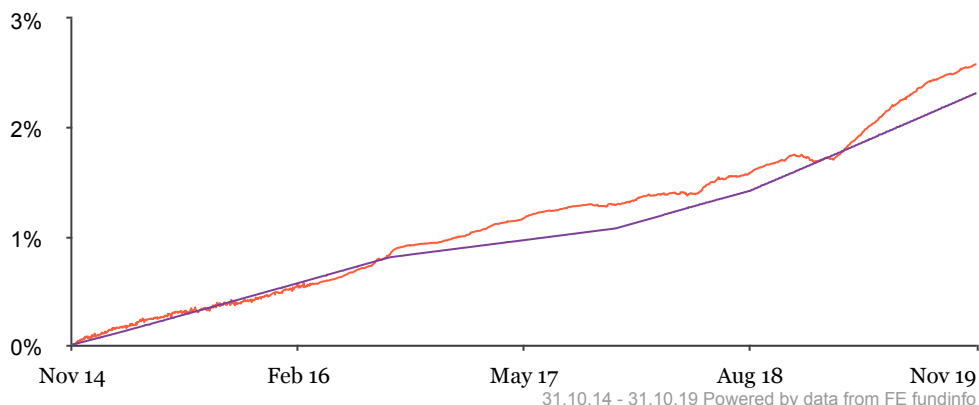
Year-on-year performance

	31.10.18 to 31.10.19	31.10.17 to 31.10.18	31.10.16 to 31.10.17	31.10.15 to 31.10.16	31.10.14 to 31.10.15
Share Class M (Income)	0.8%	0.5%	0.4%	0.5%	0.4%
Share Class X (Income)	1.0%	0.6%	0.5%	-	-
Share Class Y (Accumulation)	0.9%	0.6%	0.5%	0.6%	0.5%
Share Class Y (Income)	0.9%	0.6%	0.5%	0.6%	0.5%
Share Class Z (Accumulation)	1.1%	0.7%	0.6%	0.7%	0.6%
Share Class Z (Income)	1.1%	0.7%	0.6%	0.7%	0.6%
Benchmark Index	0.7%	0.5%	0.2%	0.4%	0.5%

Cumulative Performance (as at 31.10.19)

	3 Months	6 Months	1 Year	3 Years	5 Years
Share Class M (Income)	0.2%	0.4%	0.8%	1.6%	2.6%
Share Class X (Income)	0.2%	0.5%	1.0%	2.1%	-
Share Class Y (Accumulation)	0.2%	0.5%	0.9%	2.0%	3.2%
Share Class Y (Income)	0.2%	0.5%	0.9%	2.0%	3.2%
Share Class Z (Accumulation)	0.2%	0.6%	1.1%	2.4%	3.7%
Share Class Z (Income)	0.2%	0.6%	1.1%	2.4%	3.7%
Benchmark Index	0.2%	0.4%	0.7%	1.4%	2.3%

Performance Chart



■ Fund ■ Benchmark Index

Source: RLAM and FE fundinfo as at 31.10.19. Fund performance is shown on a mid to mid price basis, net of fees and gross of taxes, with gross income reinvested unless otherwise stated. Benchmark performance is shown gross of fees and taxes. Past performance is not a guide to future performance. The value of investments and the income from them is not guaranteed and may go down as well as up and investors may not get back the amount originally invested.

Distribution History (Net)

	Sep 19	Jun 19	Mar 19	Dec 18
Share Class M (Income)	0.17p	0.19p	0.19p	0.16p
Share Class X (Income)	0.21p	0.23p	0.22p	0.20p
Share Class Y (Income)	0.20p	0.22p	0.21p	0.19p
Share Class Z (Income)	0.23p	0.25p	0.25p	0.22p

Table above shows figures as at payment date.

Fund Manager(s)



Craig Inches

Co-manager
Fund Manager tenure:
22.06.11



Tony Cole

Co-manager
Fund Manager tenure:
18.05.15

Yield Definitions

The distribution yield reflects the amounts that may be expected to be distributed over the next 12 months. The underlying yield reflects the annualised income net expenses of the Fund as a percentage (calculated in accordance with the relevant accounting standards). Both these yields are calculated as a percentage of the mid-price of the Fund as at the date shown and are month end snap shots and do not include any preliminary charges. Investors may be subject to tax on distributions.

CONTACT DETAILS

Private Investors

For enquiries and dealing: Tel: 03456 04 04 04

Intermediaries

For enquiries: Tel: 0203 272 5950
Email: BDSupport@rlam.co.uk

Institutional Investors

For enquiries: Tel: 020 7506 6500
Email: Institutional@rlam.co.uk

Head Office

Royal London Asset Management Limited
55 Gracechurch Street
London, EC3V 0RL
Tel: 020 7506 6500

Risk Warning

This fund can invest more than 35% of its value in government securities.
Royal London Asset Management Limited, registered in England and Wales number 2244297; Royal London Unit Trust Managers Limited, registered in England and Wales number 2372439. RLUM Limited, registered in England and Wales number 2369965. All of these companies are authorised and regulated by the Financial Conduct Authority. All of these companies are subsidiaries of The Royal London Mutual Insurance Society Limited, registered in England and Wales number 99064. Registered Office: 55 Gracechurch Street, London, EC3V 0RL. The marketing brand also includes Royal London Asset Management Bond Funds Plc, an umbrella company with segregated liability between sub-funds, authorised and regulated by the Central Bank of Ireland, registered in Ireland number 364259. Registered office: 70 Sir John Rogerson's Quay, Dublin 2, Ireland.

Source: RLAM, FE fundinfo and HSBC as at 31.10.19, unless otherwise stated. Yield definitions are shown above.

Our ref: FF RLAM PD 0284

For more information concerning the risks of investing, please refer to the Prospectus and Key Investor Information Document (KIID).

Breakdowns exclude cash and futures.

Fund Commentary

After weeks of fiery rhetoric between the UK and the EU, Prime Minister Boris Johnson secured a Brexit deal that garnered majority approval in Parliament. However, MPs rejected Johnson's timetable and forced a Brexit 'flexextension' to 31 January 2020. Subsequently, a general election was called for 12 December.

Very short-dated rates were little changed, with SONIA unmoved at 0.71% and ICE three-month LIBOR rising from 0.76% to 0.81%. ICE six month-LIBOR rose from 0.83% to 0.88%, and one-year LIBOR from 0.89% to 0.97%. The increase in gilt yields and slight tightening in credit spreads meant that short-dated corporate bonds (ICE BofA Merrill Lynch 1-5 Year Sterling Non-Gilt Index) returned -0.10% while short-dated gilts returned -0.30% for the month (FTSE Actuaries 0-5-year Gilt Index).

We continued to look for attractively priced Money Market Instruments from preferred names such as CBA, Societe Generale and DNB, rolling exposure where paper had matured, generally in short-duration instruments given current uncertainty over interest rates. We also took advantage of secondary market availability in short-dated covered bonds to add to positions in Santander, Skipton and Bank of Montreal. The fund has returned 1.06% year to date*, and its running yield is now 1.00% p.a., which equates to a monthly accrual of 0.08% based on current market conditions. This compares to SONIA at 0.71% p.a., or an accrual of 0.06% per month.

*Based on Z Acc share class, gross of fees and tax

This is not a recommendation or solicitation to buy or sell any particular security.

The views and opinions expressed herein are those of the manager at the time and are subject to change without notice.

Unit Charges

	Initial Charge	Minimum Investment
Share Class M (Income)	0.00%	£100,000
Share Class X (Income)	0.00%	£200,000,000
Share Class Y (Accumulation)	0.00%	£1,000,000
Share Class Y (Income)	0.00%	£1,000,000
Share Class Z (Accumulation)	0.00%	£1,000,000
Share Class Z (Income)	0.00%	£1,000,000

Credit Breakdown

	Fund	Index
AAA	44.9%	-
AA	23.3%	-
A	31.9%	-

Sector Breakdown

	Fund	Fund	Index
Corporate Bonds	3.9%	0 - 5 years	100.0%
Covered Bonds	44.6%		
Gilts	0.4%		
Supnationals & Agencies	0.4%		
Money Market Instruments	50.6%		

Maturity Profile

Maturity classifications reflect issue maturity date, not market interpretation of redemptions. Totals may not equal 100% as they do not include the impact of cash and foreign exchange.

Top 10 Holdings as at 31.10.19

	Fund
ROYAL BANK OF SCOTLAND PLC FRN 15/05/2020	2.0%
LHT 1.03% CD 21/06/2019 - 19/06/2020	2.0%
SPAREBANK COVERED FRN	1.9%
RABO 1.00% CD 25/04/19 - 23/04/20	1.7%
STCA 0.85% CD 03/07/19 - 08/01/20	1.7%
DZBK 0.82% CD 04/07/2019 - 06/01/2020	1.7%
HSBC BANK PLC FRN 09/03/20 EUR100000	1.7%
ING (AMSTERDAM) ZC CD 06/02/19 - 21/11/19	1.7%
CIC 0.00% CD 03/07/2019 - 02/07/2020	1.6%
BARCLAYS BANK UK PLC FR CVD BDS 09/01/23 GBP100000 REG 18-1	1.6%
Total	17.6%
No of Holdings	140

*As at 3 June 2019, RLAM moved to a single, fixed fund management fee (FMF). This change currently applies to Royal London Unit Trust Managers (RLUTM) multi-asset, equity and bond funds.

Every effort is made to ensure the accuracy of any information provided but no assurances or warranties are given. Nothing in this factsheet should be construed as advice and is therefore not a recommendation to buy or sell shares.