

LIONTRUST

MONTHLY INCOME BOND FUND

KEY INVESTOR INFORMATION DOCUMENT

This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

Liontrust Monthly Income Bond Fund is a sub-fund of the Liontrust Investment Funds ICVC and categorised as a UCITS scheme. This document is based upon Retail class units (P Acc Class) (ISIN: GB00B3RPTP62). This Fund is managed by Liontrust Fund Partners LLP, a subsidiary of Liontrust Asset Management PLC.

Objective

- To produce a monthly income yield which together with capital growth will be in excess of the IBOXX GBP Corporates (5-15Y) index over the long term (rolling 5 years periods).
- The Fund pays interest distributions monthly.

Policy

- The Fund holds investment grade sterling corporate bonds, government bonds, and non-sterling investment grade corporate bonds. Relevant mainstream fixed income derivative instruments are held for the purpose of reducing risk.
- The Fund will predominately invest in investment grade bonds (over 80%), although is also permitted to invest up to 20% in sub-investment grade rated bonds that may offer a higher income but at greater risk to their capital value.
- The Fund will focus on issuers that demonstrate high levels of ESG and/or that will benefit from the shift towards a more sustainable economic system.
- Consistent with the Investment Association's Sterling Corporate Bond sector rules, 80% of the bonds in the Fund will be priced in sterling, or hedged back into sterling (hedging is a technique to negate the impact of any adverse exchange rate movements).
- The Fund is permitted to have a maximum aggregated unhedged currency exposure of 5%.
- The Fund may use derivatives to protect against market or currency movements, to reduce costs, or for investment purposes. The use of derivatives is subject to Liontrust's derivative policy.
- Throughout periods when the government yields are viewed as historically expensive the Fund will typically have significantly lower levels of interest rate risk than that of its 5-15yr benchmark to protect investors from rising government yields.
 - The weighted average interest rate risk of the Fund must be managed within a range of 0-8yrs.

Recommendation

- This Fund may not be appropriate for investors who plan to withdraw their money within 5 years.

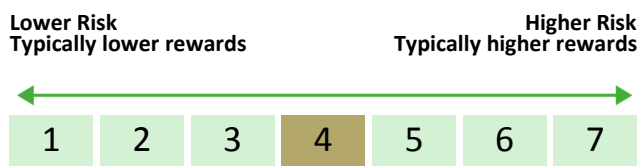
How to buy

- You may buy or sell shares on a daily basis (but not weekends or Bank Holidays). Orders must be received by 11:59am for execution at 12:00 midday valuation point on the same day. Further details can be found at www.liontrust.co.uk/How to invest.

Investment process

- Macroeconomic analysis is used to determine our top-down view of the world and this helps shape all aspects of our portfolio construction and appetite for risk.
- After this, we aim to focus on high-quality issuers and believe this can enable us to reduce bond-specific risk. Our assessment of quality is a distinctive part of our process, whereby we combine traditional credit analysis with a detailed sustainability assessment based upon our proprietary model that focuses on ESG that may impact upon the issuer.
- The fund managers assess individual bonds for whether they believe the bonds offer attractive long-term returns and for absolute and relative valuations. Simply put, there is no point in investing in a bond merely because it is cheap relative to others in the sector if we believe the total returns are not attractive to the end investor.
- Rather than focusing on lower credit quality issuers, we seek the best value bonds issued by the high quality issuers that we have identified, looking at bonds issued across the capital structure, along the maturity curve, or issued into the primary credit markets (UK, US and Europe).
 - To efficiently exploit these opportunities, bond futures and/or interest rate swaps are used to synthetically manage the overall interest rate of the Fund to reduce unwanted risks.
- We believe this approach is consistent with our principal aim of delivering attractive long-term returns to our clients.

Risk and reward profile



- This Synthetic Risk and Reward Indicator (SRRI) is based on historical data and may not be relied upon to gauge the future risk profile of the Fund.
- The SRRI shown is not guaranteed to remain the same and may shift over time.
- The lowest category (1) does not mean 'risk free'.
- The Fund's risk and reward category has been calculated using the methodology set by the European Commission. It is based upon the higher of the actual historical annualised volatility and the translated annualised volatility of the Fund based upon the internal Value at Risk limit.
- The Fund is categorised 4 because funds of this type have experienced low to medium rises and falls in value in the past.
- Bonds are affected by changes in interest rates and their value and the income they generate can rise or fall as a result.
- The creditworthiness of a bond issuer may also affect that bond's value. Bonds that produce a higher level of income usually also carry greater risk as such bond issuers may have difficulty in paying their debts. The value of a bond would be significantly affected if the issuer either refused to pay or was unable to pay.
- The Fund can invest in derivatives. Derivatives are used to protect against currencies, credit and interest rates move or for investment purposes. There is a risk that losses could be made on derivative positions or that the counterparties could fail to complete on transactions.
- The level of targeted income is not guaranteed.

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MONTHLY INCOME BOND FUND

Charges for this fund

- The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest

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|--------------|------|
| Entry charge | None |
| Exit charge | None |

- This is the maximum that might be taken out of your money before it is invested.

Charges taken from the Fund over the year

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|-----------------|-------|
| Ongoing charges | 0.35% |
|-----------------|-------|

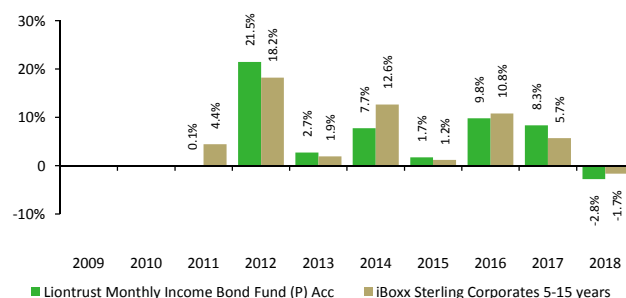
Charges taken from the Fund under certain specific circumstances

| | |
|-----------------|--|
| Performance fee | A performance fee is calculated and accrued at each valuation point. Performance Fee Rate: 20% for outperformance of Performance Benchmark Index (iBoxx 5-15 Year Sterling Corporates Index) on an annual basis. Outperformance Cap Level: 6.25% for the purpose of calculating the Performance Fee payable in respect of any performance period meaning the maximum performance fee that can be paid in a given year is 1.25%. In the Fund's last financial year, a performance fee of 0.07% of the value of the share class was crystallised within the period as a result of trading of shares during the period (in accordance with the methodology set out in the Prospectus). Aside from this crystallisation, the Fund did not outperform its Performance Benchmark index over the year ending 31/12/2018 and hence no performance fee was payable in relation to the period. |
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- The entry and exit charges** shown are maximum figures. In some cases you might pay less – you can find this out from your financial adviser or fund platform if you are not using a financial adviser.
- The ongoing charges** figure is based on expenses as at 31 December 2018. This figure may vary from year to year. It excludes:
 - portfolio transaction costs, except in the case of an entry/exit charge paid by the UCITS when buying or selling units/shares in another collective investment undertaking.
- For more information about charges, please see the Charges and Expenses section of the Fund's prospectus, which is available electronically at www.liontrust.co.uk/Literature/DownloadLiterature.

Past performance

- Past performance is not a guide to future performance.
- Past performance has been calculated on the basis that any distributable income of the Fund has been reinvested.
- The past performance shown in the chart takes into account all charges except entry and exit charges.
- The Fund launched on 14 June 2010.
- The base currency of the Fund is pounds sterling.
- The P Acc share class was launched on 05 July 2010.



Practical information

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| Authorisation | This Fund is authorised in the UK and regulated by the Financial Conduct Authority. |
| Trustee | The Fund's Trustee is Bank of New York Mellon (International) Ltd. |
| Investment Adviser | Liontrust Investment Partners LLP |
| Further information | Copies of the prospectus and the latest annual and half-yearly reports, which are the primary source of additional information, are available, without charge, from Liontrust Fund Partners LLP, 2 Savoy Court, London, WC2R, 0EZ. They are also available electronically at www.liontrust.co.uk/Literature/DownloadLiterature . |
| Taxation | UK tax legislation may have an impact upon your own personal tax position. |
| Fund prices and other information | The Fund's last published price is available from Liontrust Fund Partners LLP at www.liontrust.co.uk/Products/FundPrices or by writing to us at 2 Savoy Court, London, WC2R 0EZ or by telephoning 0344 892 0349 during business hours (9.00am – 5.00pm). |
| Remuneration | Information on the current remuneration policy of the Fund, including a description of how remuneration and benefits are calculated and the identity of persons responsible for awarding the remuneration and benefits, is available at www.liontrust.co.uk . A paper copy of this information is available free of charge upon request from Liontrust Fund Partners LLP at 2 Savoy Court, London, WC2R 0EZ. |