



SCOTTISH WIDOWS GROUP PERSONAL PENSION FUNDS GUIDE

Investor's Guide



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IMPORTANT NOTES



Some of the funds in this booklet may not be available for new investment and funds could be closed to investment at any time.

We'll let you know if your chosen funds are unavailable.

INTRODUCTION TO THE SCOTTISH WIDOWS GROUP PERSONAL PENSION FUND RANGE

This guide is for those who wish to take a “hands-on approach” to their investments with important information on the fund options, aims and investment risks.

With a comprehensive range of funds from ready-made investment portfolio funds to specialist funds, Scottish Widows has a wide choice of funds, including a number of ESG (environmental, social and governance) options, to match different investment needs. We will continue to review and evolve our fund range in line with market and investment opportunities with the aim of improving retirement outcomes.

We have put together a range of carefully selected investment options, covering key asset classes, for you to choose from, including funds from well-established external fund managers to complement our internally managed funds. These investment options are explained in this guide.

These funds can be selected if you decide to invest in our investment funds instead of using the scheme default strategy or our Pension Investment Approaches. For further information go to our **Pension Investment Approaches Guide** which you can find at <https://adviser.scottishwidows.co.uk/assets/literature/docs/45770IG.pdf>

We understand that everyone's circumstances and needs are different, and you need to make choices which are appropriate for you. With a number of options covering key asset classes and sectors, customers can invest their pension aligned to their attitude to risk & reward.

This guide is designed to give you relevant information to help you make an informed decision, but does not constitute advice. Your own situation and attitude to risk will help you determine what investment choices are right for you. We recommend that you seek professional financial advice to ensure you fully understand the options. You will normally be charged for advice.

Our fund range is grouped into the following categories:

Scottish Widows Funds

The Scottish Widows funds are unique to Scottish Widows' products and administered by BlackRock, Schroders and abrdn. Scottish Widows is responsible for defining the fund objectives and determining how the funds should be run.

SW Funds, Managed by Other Fund Managers (Prefixed by SW)

The SW funds are managed by selected and researched fund managers. These fund managers define the SW funds' objectives and determine how they should be run.

Covering a comprehensive range of asset classes, geographical locations, sectors and management styles, our carefully selected SW pension funds provide building blocks to enable you, should you wish, to create your own investment portfolio. These include multi-asset funds, for investors who may prefer a ready-made investment portfolio, and a large number of specialist funds suitable for investors with specific investment requirements.

INTRODUCTION TO THE SCOTTISH WIDOWS GROUP PERSONAL PENSION FUND RANGE (CONTINUED)

Scottish Widows and Responsible Investment

Scottish Widows have committed to reducing the carbon intensity of our whole investment portfolio by 50% by 2030 and to achieve net zero by 2050. This is one aspect of our Responsible Investment Framework, which integrates Environmental, Social, and Governance considerations (known as ESG factors) throughout our investment work.

As part of the range available to you, we offer a number of funds in the range which may align with your own values and priorities. These funds have been chosen to meet our own high standards of investment stewardship while allowing customers the opportunity to invest in line with the themes and subjects they care most about.

Full details on our approach to Responsible Investment can be found at www.scottishwidows.co.uk/responsible

Scottish Widows Sustainable & Thematic Fund Choices

Funds available	ABI classification sector	Page No
Scottish Widows Environmental CS8	UK All Companies	28
Scottish Widows Ethical CS8	UK All Companies	28
Scottish Widows Global Ethical Fund CS8	Global Equities	16
Scottish Widows Shariah CS8	Global Equities	17
SW AXA Framlington Biotech CS8	Specialist	37
SW Baillie Gifford Positive Change CS8	Global Equities	17
SW BlackRock ACS Climate Transition World Equity CS8	Global Equities	17
SW BlackRock Sterling Liquidity Environmental Aware CS8	Money Market	25
SW Impax Global Equity Opportunities CS8	Global Equities	18
SW Liontrust Sustainable Future Managed CS8	Mixed Investment 40% – 85% Shares	24
SW Robeco Global Credits CS8	Global Fixed Interest	20
SW Schroder Sustainable Multi-Factor Equity CS8	Global Equities	19
SW CT UK Social Bond CS8	Sterling Corporate Bond	26

INTRODUCTION TO THE SCOTTISH WIDOWS GROUP PERSONAL PENSION FUND RANGE (CONTINUED)

Scottish Widows Funds

Funds available	ABI classification sector	Page No
Scottish Widows Adventurous Solution CS8	Specialist	33
Scottish Widows Balanced Portfolio CS8	Specialist	34
Scottish Widows Balanced Solution CS8	Specialist	34
Scottish Widows Building Society CS8	Deposit & Treasury	14
Scottish Widows Cash CS8	Money Market	25
Scottish Widows Cautious Managed CS8	Mixed Investment 20% – 60% Shares	22
Scottish Widows Cautious Portfolio CS8	Specialist	34
Scottish Widows Cautious Solution CS8	Specialist	35
Scottish Widows Consensus CS8	Mixed Investment 40% – 85% Shares	23
Scottish Widows Corporate Bond CS8	Sterling Corporate Bond	26
Scottish Widows Defensive Managed CS8	Mixed Investment 0% – 35% Shares	22
Scottish Widows Defensive Solution CS8	Specialist	35
Scottish Widows Discovery Solution CS8	Specialist	35
Scottish Widows Diversified Assets CS8	Mixed Investment 20% – 60% Shares	22
Scottish Widows Dynamic Property CS8	Global Property	20
Scottish Widows Dynamic Solution CS8	Specialist	36
Scottish Widows Emerging Markets CS8	Global Emerging Markets Equities	15
Scottish Widows European CS8	Europe excluding UK Equities	14
Scottish Widows European Real Estate CS8	Global Property	20
Scottish Widows Fixed Interest CS8	UK Gilts	31
Scottish Widows Fundamental Index Emerging Markets Equity CS8	Global Emerging Markets Equities	15
Scottish Widows Fundamental Index Global Equity CS8	Global Equities	16
Scottish Widows Fundamental Low Volatility Index Emerging Markets Equity Fund CS8	Global Emerging Markets Equities	15
Scottish Widows Fundamental Low Volatility Index Global Equity Fund CS8	Global Equities	16
Scottish Widows Global Equity CS8	Global Equities	16
Scottish Widows High Income Bond CS8	Sterling High Yield	27
Scottish Widows Indexed Stock CS8	UK Index-Linked Gilts	32
Scottish Widows International CS8	Global Equities	17
Scottish Widows International Equity Tracker CS8	Global Equities	17
Scottish Widows Japanese CS8	Japan Equities	21

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Scottish Widows Funds (continued)

Funds available	ABI classification sector	Page No
Scottish Widows Mixed CS8	Mixed Investment 40% – 85% Shares	23
Scottish Widows Multi-Manager Diversity CS8	Mixed Investment 20% – 60% Shares	22
Scottish Widows Multi-Manager Global Real Estate CS8	Global Property	21
Scottish Widows Multi-Manager International Equity CS8	Global Equities	17
Scottish Widows Multi-Manager Select Boutiques CS8	Flexible Investment	15
Scottish Widows Multi-Manager UK Equity Focus CS8	UK All Companies	28
Scottish Widows Multi-Manager UK Equity Growth CS8	UK All Companies	28
Scottish Widows Multi-Manager UK Equity Income CS8	UK Equity Income	30
Scottish Widows North American CS8	North America Equities	25
Scottish Widows Opportunities Portfolio CS8	Mixed Investment 40% – 85% Shares	23
Scottish Widows Pension Portfolio A CS8	Specialist	39
Scottish Widows Pension Portfolio B CS8	Specialist	40
Scottish Widows Pension Portfolio C CS8	Specialist	40
Scottish Widows Pension Portfolio One CS8	Specialist	40
Scottish Widows Pension Portfolio Two CS8	Specialist	41
Scottish Widows Pension Portfolio Three CS8	Specialist	41
Scottish Widows Pension Portfolio Four CS8	Specialist	41
Scottish Widows Pension Portfolio Five CS8	Money Market	25
Scottish Widows Pension Protector CS8	Sterling Long Bond	27
Scottish Widows Premier Pension Portfolio 1 CS8	Specialist	42
Scottish Widows Premier Pension Portfolio 2 CS8	Specialist	42
Scottish Widows Premier Pension Portfolio 3 CS8	Specialist	43
Scottish Widows Premier Pension Portfolio 4 CS8	Specialist	43
Scottish Widows Premier Pension Portfolio 5 CS8	Specialist	43
Scottish Widows Premier Pension Portfolio A CS8	Specialist	42
Scottish Widows Premier Pension Portfolio B CS8	Specialist	42
Scottish Widows Premier Pension Portfolio C CS8	Specialist	42
Scottish Widows Progressive Portfolio CS8	Specialist	36
Scottish Widows Property CS8	UK Direct Property	30
Scottish Widows Retirement Portfolio 10-40 CS8	Specialist	44

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Scottish Widows Funds (continued)

Funds available	ABI classification sector	Page No
Scottish Widows Retirement Portfolio 30-60 CS8	Specialist	45
Scottish Widows Retirement Portfolio 50-80 CS8	Specialist	45
Scottish Widows Retirement Portfolio 70-100 CS8	Specialist	46
Scottish Widows Specialist Global Equity CS8	Specialist	36
Scottish Widows Strategic Income Bond CS8	Sterling Strategic Bond	28
Scottish Widows Strategic Solution CS8	Specialist	36
Scottish Widows UK All Share Tracker CS8	UK All Companies	29
Scottish Widows UK Equity CS8	UK All Companies	29
Scottish Widows UK Equity Index CS8	UK All Companies	29
Scottish Widows UK Fixed Interest Tracker CS8	UK Gilts	31
Scottish Widows UK Opportunities CS8	UK All Companies	29
Scottish Widows UK Real Estate CS8	UK Property Securities	32

SW Funds, Managed by Other Fund Managers

Funds available	ABI classification sector	Page No
SW abrdn Global Absolute Return Strategies CS8	Specialist	37
SW Allianz European Equity Dividend CS8	European including UK Equities	14
SW Artemis UK Select CS8	UK All Companies	29
SW Artemis UK Smaller Companies CS8	UK Smaller Companies	33
SW Artemis US Select CS8	North America Equities	25
SW Aviva Investors Strategic Bond CS8	Sterling Strategic Bond	28
SW Baillie Gifford Emerging Markets Leading Companies CS8	Global Emerging Markets Equities	15
SW Baillie Gifford Japanese Equity CS8	Japan Equities	21
SW Baillie Gifford Managed CS8	Flexible Investment	15
SW Baillie Gifford Multi Asset Growth CS8	Specialist	37
SW Baillie Gifford North American CS8	North America Equities	25
SW BlackRock ACS 30:70 Global Equity Tracker CS8	Global Equities	17
SW BlackRock ACS Continental European Equity Tracker CS8	Europe excluding UK Equities	14
SW BlackRock ACS Japan Equity Tracker CS8	Japan Equities	21
SW BlackRock ACS UK Equity Tracker CS8	UK All Companies	29

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SW Funds, Managed by Other Fund Managers (continued)

Funds available	ABI classification sector	Page No
SW BlackRock ACS US Equity Tracker CS8	North America Equities	26
SW BlackRock ACS World ex UK Equity Tracker CS8	Global Equities	18
SW BlackRock Gold & General CS8	Commodity/Energy	13
SW BlackRock Managed CS8	Mixed Investment 40% – 85% Shares	24
SW BlackRock UK CS8	UK All Companies	29
SW BlackRock UK Smaller Companies CS8	UK Smaller Companies	33
SW BlackRock UK Special Situations CS8	UK All Companies	29
SW BNY Mellon Global Absolute Return CS8	Specialist	37
SW BNY Mellon Global Balanced CS8	Mixed Investment 40% – 85% Shares	24
SW BNY Mellon Global Equity CS8	Mixed Investment 45% – 85% Shares	24
SW BNY Mellon Global Income CS8	Global Equities	18
SW BNY Mellon International Bond CS8	Global Fixed Interest	19
SW BNY Mellon Managed CS8	Mixed Investment 40% – 85% Shares	24
SW BNY Mellon Real Return CS8	Specialist	37
SW BNY Mellon UK Income CS8	UK Equity Income	30
SW CT Global Bond CS8	Global Fixed Interest	19
SW CT Global Select CS8	Global Equities	18
SW CT Latin America CS8	Specialist	38
SW Fidelity 50:50 Special Situations CS8	Global Equities	18
SW Fidelity American CS8	North America Equities	26
SW Fidelity Asia CS8	Asia Pacific excluding Japan Equities	13
SW Fidelity European CS8	Europe excluding UK Equities	14
SW Fidelity Global Special Situations CS8	Global Equities	18
SW Fidelity Managed CS8	Mixed Investment 40% – 85% Shares	24
SW Fidelity Special Situations (2006) CS8	UK All Companies	30
SW Fidelity Sustainable Moneybuilder Income CS8	Sterling Corporate Bond	26
SW Invesco Corporate Bond CS8	Sterling Corporate Bond	27
SW Invesco Distribution CS8	Mixed Investment 20% – 60% Shares	23
SW Invesco Global Bond CS8	Global Fixed Interest	20
SW Invesco High Income CS8	UK Equity Income	31

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SW Funds, Managed by Other Fund Managers (continued)

Funds available	ABI classification sector	Page No
SW Invesco Managed CS8	Mixed Investment 40% – 85% Shares	24
SW iShares Corporate Bond Index CS8	Sterling Corporate Bond	27
SW iShares Emerging Markets Equity Index CS8	Global Emerging Markets Equities	15
SW iShares Environmental & Low Carbon Index Linked Real Estate Index CS8	Global Property	21
SW iShares ESG Overseas Corporate Bond Index CS8	Global Fixed Interest	20
SW iShares Index Linked Gilt Index CS8	UK Index-Linked Gilts	32
SW iShares Over 15 Years Gilts Index CS8	Sterling Long Bond	27
SW iShares Pacific ex Japan Equity Index CS8	Asia Pacific excluding Japan Equities	13
SW iShares UK Gilts All Stocks Index CS8	UK Gilts	31
SW Janus Henderson Cautious Managed CS8	Mixed Investment 20% – 60% Shares	23
SW Janus Henderson Fixed Interest Monthly Income CS8	Sterling Strategic Bond	28
SW Janus Henderson Global Equity Inc CS8	Global Equities	18
SW JPM Emerging Markets CS8	Global Emerging Markets Equities	16
SW JPM Europe Dynamic CS8	Europe excluding UK Equities	14
SW JPM Natural Resources CS8	Commodity/Energy	13
SW Jupiter Distribution CS8	Mixed Investment 0% – 35% Shares	22
SW Jupiter Income CS8	UK Equity Income	31
SW Jupiter UK Growth CS8	UK All Companies	30
SW Legal & General FTSE Developed Core Infrastructure Index CS8	Global Equities	18
SW Liontrust UK Smaller Companies CS8	UK Smaller Companies	33
SW Morgan Stanley Global Brands CS8	Global Equities	19
SW Ninety One Cautious Managed CS8	Mixed Investment 20% – 60% Shares	23
SW Nordea 1 – GBP Diversified Return CS8	Specialist	38
SW Payden & Rygel Absolute Return Bond CS8	Flexible Investment	15
SW Royal London UK Equity Income CS8	UK Equity Income	31
SW Schroder Diversified Growth CS8	Specialist	38
SW Schroder Gilt & Fixed Interest CS8	UK Gilts	32
SW Schroder Global Cities Real Estate CS8	Global Property	21
SW Schroder Income Maximiser CS8	UK Equity Income	31

INTRODUCTION TO THE SCOTTISH WIDOWS GROUP PERSONAL PENSION FUND RANGE (CONTINUED)

SW Funds, Managed by Other Fund Managers (continued)

Funds available	ABI classification sector	Page No
SW Schroder International Selection Fund Emerging Market Bond CS8	Global High Yield	20
SW Schroder Managed CS8	Mixed Investment 40% – 85% Shares	24
SW Schroder QEP Global Core CS8	Global Equities	19
SW Schroder Tokyo CS8	Japan Equities	22
SW Schroder UK Alpha Plus CS8	UK All Companies	30
SW Schroder UK Mid 250 CS8	UK All Companies	30
SW Schroder US Smaller Companies CS8	North America Equities	26
SW SSGA 50:50 Global Equity Index CS8	Global Equities	19
SW SSGA Asia Pacific ex Japan CS8	Asia Pacific excluding Japan Equities	13
SW SSGA Emerging Markets Equity Index CS8	Global Emerging Markets Equities	16
SW SSGA Europe ex UK Equity Index CS8	Europe excluding UK Equities	14
SW SSGA Index Linked Gilts All Stocks Index CS8	UK Index-Linked Gilts	32
SW SSGA Index Linked Gilts Over 5 Years Index CS8	UK Index-Linked Gilts	32
SW SSGA International Equity Index CS8	Global Equities	19
SW SSGA Japan Equity Index CS8	Japan Equities	22
SW SSGA Non Gilt Sterling Bond All Stocks Index CS8	Sterling Corporate Bond	27
SW SSGA North America Equity CS8	North America Equities	26
SW SSGA Strategic Diversified CS8	Specialist	38
SW SSGA UK Conventional Gilts Over 15 Years Index CS8	UK Gilts	32
SW SSGA UK Equity Index CS8	UK All Companies	30
SW Veritas Asian CS8	Asia Pacific excluding Japan Equities	13

PENSION FUNDS INFORMATION

The Scottish Widows unit-linked funds aim to provide long-term growth in the price of units. This is generated by a combination of capital growth as well as income that is added to the fund.

A proportion of each unit-linked fund may be held in cash to provide liquidity or while awaiting suitable investments.

The Scottish Widows unit-linked funds can invest in other unit-linked funds or in collective investment schemes (for example open-ended investment companies (OEICs) or unit trusts) to achieve exposure to meet the stated fund aims.

Some funds may use derivatives (contracts which have a value linked to the price of another asset) to help reduce risk or reduce cost, or to help generate extra capital or income. This is normally referred to as Efficient Portfolio Management (EPM). It is not intended that this will cause the risk profile of these funds to change, but using derivatives might not achieve the described outcomes and may result in greater fluctuations in the values of these funds.

The funds may engage in 'securities lending'. This is where a fund lends out some of its assets with an agreement that the borrower will return them after a limited period. The borrower pays a fee which is added to the fund after the costs associated with the lending have been deducted. The fund receives other assets and possibly a cash payment as security during the lending period for the assets lent. There is a risk that the borrower may be unable to return the fund's assets and if this happens, the other assets would be sold. If the sale proceeds and any other payments due to the fund were not enough to replace the assets lent, the fund would go down in value.

The individual aims of the Scottish Widows pension funds currently available are shown on pages 13-46.

There are charges associated with investing in the funds. The charges can be different for different funds and can change. Please refer to your charges sheet for further information.

Full terms and conditions are available on request from Scottish Widows. Charges, terms and limits may change.

The value of an investment is not guaranteed and can go up and down depending on investment performance (and currency exchange rates where a fund invests overseas), and you may get back less than you invested.

There may be restrictions on the amount you can invest in certain funds. Please see the terms and conditions for more information. We may change the selection of funds that we make available.

We reserve the right to delay a request to sell your units in certain circumstances. The period of delay will not be more than six months if the units to be cancelled include units which relate to a fund which holds directly or indirectly assets in the form of real or heritable property. It will not be more than one month in all other cases. This may happen in exceptional circumstances where, for example, there is an unusually high demand for units to be cashed in. For more details as to when this might apply, please see the terms and conditions.

ABI Sector Information

ABI sectors are designed by the Association of British Insurers. They aim to group funds with similar characteristics and can help investors compare funds. However, they are not designed to reflect the risk level of funds.

The names of the Mixed Investment Shares sectors reflect different maximum and minimum amounts that funds can invest in shares. (Please note that fund managers may often invest at or near the maximum amount in shares.)

Funds in the Mixed Investment Shares sectors can hold a range of other investments in addition to shares (typically bonds, property and cash) and may use a range of different investment strategies.

The Mixed Investment Shares sectors group together funds that are broadly similar (on the basis of their shares content) for comparison purposes. To give fund managers flexibility, the criteria for each sector overlap. So funds may sometimes meet the requirements for more than one sector.

UK shares are also known as equities and represent ownership in companies quoted on the UK stock market. Overseas shares are investments in companies quoted on non-UK stock markets.

Where any of the following general risks apply to a fund, they will be indicated beside the aims of the fund shown in the tables on pages 13-46. Any specific risks associated with a fund will also be shown there.

- AR** The fund can use a range of alternative asset classes such as derivatives and strategies with the aim of providing positive returns regardless of market conditions. However, there's no guarantee that such strategies will achieve the target outcome. Markets could move in a different way to that expected and the investments or strategies could lead to a loss.
- CIS** The fund can invest in other funds (also known as collective investment schemes) which can themselves invest in a diverse range of other assets. These underlying assets may vary from time to time but each type of asset (such as shares, bonds or property) has individual risks associated with them. The fund is unlikely to have any control over the activities of any collective investment scheme invested in by the fund.
- CP** The fund invests in a limited number of investments. This can carry more risk than with a larger portfolio of investments because any price fluctuation in the value of the investments will have a proportionately higher impact on the overall value of the fund and values can fluctuate considerably.
- DV** The fund can use derivatives for investment purposes to help meet the fund's aim and also to help portfolio management (also known as 'efficient portfolio management'). Derivatives are financial instruments which derive their value from an underlying asset, (such as a share or bond) and provide an obligation or right to trade that asset when certain conditions are met. This can be cheaper than buying or selling the asset, but it can also increase or reduce the impact of market movements. This has the potential to result in greater losses, or affect the gains, of the fund and can lead to increased volatility.

If a party to the derivative transaction becomes insolvent this might also result in a loss to the fund.
- DVM** The fund may use derivative techniques as a way of reducing the exposure to shares with the aim of limiting losses from falling values of the shares. However, these derivatives would reduce the fund's gains if shares rise in value.
- EM** The fund invests in assets from emerging markets. Emerging markets are those in developing nations. They are generally less well-regulated and with less investor protection than developed markets like the UK. Emerging market investments may be traded less often and in low volumes which might make them harder to trade and/or result in large price changes. In addition, the emerging market country might be subject to political or economic instability. This can result in greater risks to the value of the fund.
- EQ** The fund invests in company shares (also known as equities). The value of company shares might fluctuate in value considerably over time. They generally have the potential for higher capital growth over the longer term than investing in say, corporate bonds and other fixed interest securities. However, there is a greater risk that the value of the investment will fall.
- ESG** The fund excludes companies or types of company in accordance with any applicable sustainability exclusions policy and/or is subject to environmental, social and governance (ESG) analysis or other data which narrows the range of potential investments. As a result the fund invests in a narrower range of investments and its performance might not reflect that of the market as a whole.
- FI** The fund invests in bonds (also known as fixed interest securities) which are essentially loans to a government or company. The value of a bond will usually fall if the bond's interest or capital (the amount borrowed) isn't paid or if the credit rating of the company or government falls.

Fluctuations in interest rates are also likely to affect the value of bonds. If long-term interest rates rise, the value of the bonds is likely to fall and vice versa.

This could affect the value of the fund.

- FIG** The fund may invest more than 35% in bonds from a single government or public body. This increases the risk to the fund if the government or public body is unable to make their payments.
- HY** The fund invests in high yield bonds (also known as non-investment grade bonds). These bonds are likely to pay higher rates of interest than other bonds because they're generally offered by institutions/companies with a lower credit rating and have an increased risk that the interest or capital won't be paid, or that the credit rating of the bond might fall which could impact the fund's value.
- IN** The fund tracks an index. The performance of the fund is likely to be below that of the index because of, for example, transaction costs, the effect of charges or differences in the calculation point of the index compared to the fund.
- The value of the index is determined, composed and calculated by the index provider. If there are any errors in the value of the index it can affect the performance of the fund and such errors might not be identified and corrected for a period of time.
- OS** The fund invests in overseas markets. Changes in exchange rates could affect the value of overseas assets in foreign currencies and might cause the value of the investments to go up or down.
- PY** The fund invests in property and land which can be difficult to sell. This may mean the fund is unable to buy, sell or switch units.
- The value of property is generally a matter of an independent valuer's opinion rather than fact and values can go up or down.
- Property transactions tend to be larger and more complex than for other asset classes. As a result, the proportion of cash held in the fund while awaiting suitable investment opportunities could be greater than for other funds.
- PYS** The fund invests in property indirectly such as through shares in property companies. There might be considerable fluctuations in share prices which can affect the value of the fund.
- Investment in property is harder to sell quickly compared to other assets such as fixed interest securities or equities. The value of the property companies could be affected if properties need to be sold in a short timescale.
- Property valuation is generally a matter of judgement by an independent valuer rather than fact and values can go up or down.
- SC** Investment in smaller companies is likely to involve greater risk than investment in larger companies. Investments in smaller companies might be subject to large price fluctuations because they tend to be traded less frequently and in lower volumes than for larger companies. The price variations in shares of smaller companies might be greater than those of large companies and the value of investments in smaller companies could fall by large amounts.

This section lists each fund within its ABI sector and provides details of each fund's aim, risks and investment approach. For more information about ABI sectors, please see page 10.

Asia Pacific excluding Japan Equities

SW Fidelity Asia CS8

The underlying Fund aims to increase the value of your investment over a period of 5 years or more. The Fund will invest at least 70% in equities (and their related securities) of companies throughout Asia (excluding Japan) (those domiciled, incorporated or having significant business in Asia (excluding Japan) and those which are listed in the region). This region includes countries considered to be emerging markets as determined by the Investment Manager

at its sole discretion. The Investment Manager is not restricted in terms of size, industry, or geographical split. The Fund is actively managed. The Investment Manager identifies suitable opportunities for the Fund utilising in-house research and investment capabilities.

Risk Rating EM EQ OS

SW iShares Pacific ex Japan Equity Index CS8

The aim of the Fund is to provide a return on your investment (generated through an increase in the value of the assets held by the Fund) by tracking closely the performance of the FTSE World Asia-Pacific ex-Japan Index. In seeking to achieve its investment objective, the Fund will invest directly into the equities (i.e. shares) of companies

in the Benchmark Index and at times invest indirectly via other equity-related investments (i.e. other investments whose value is related to equities) giving exposure to such companies.

Risk Rating EM EQ IN OS

SW SSGA Asia Pacific ex Japan CS8

State Street Global Advisers describe their fund's aim as follows: The fund aims to track the FTSE All-World Developed Asia Pacific ex Japan Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of equities constituting the above Index although

stock index futures can be used for efficient portfolio management.

Risk Rating EM EQ IN OS

SW Veritas Asian CS8

Veritas describe their fund's aim as follows: To build capital for long term investors over a number of years through investment in a focused portfolio of equities and equity related securities in companies located in Asia (excluding Japan).

Risk Rating DV EM EQ OS

Commodity/Energy

SW BlackRock Gold & General CS8

BlackRock describe their fund's aim as follows: BlackRock Gold and General Fund seeks to achieve long-term capital growth primarily through an actively managed portfolio of gold mining, commodity and precious-metal related shares. The Fund may also invest in other transferable securities and units in collective investment schemes. Derivatives may also be used for investment purposes and for the purposes of efficient portfolio management.

Risk Rating EM EQ OS

Specific Risk

The BlackRock Gold and General Fund invests in mining shares. These sit in a specific market sector. The fund could therefore be more volatile than an investment across a variety of markets or sectors. Mining shares typically have greater volatility than other stock market investments and they won't typically mirror movements in the general equity market.

SW JPM Natural Resources CS8

J.P. Morgan describe their fund's aim as follows: To provide a portfolio primarily of shares in companies throughout the world engaged in the production and marketing of commodities.

The Fund aims to provide capital growth over the long term.

Risk Rating CP EM EQ OS SC

Deposit & Treasury

Scottish Widows Building Society CS8

The fund aims to provide long-term growth by investing mainly in a range of higher rate building society deposit accounts. In certain circumstances, for example if there are no suitable building society investments, part of the fund

may invest in other types of short-term deposits.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Europe excluding UK Equities

Scottish Widows European CS8

The fund invests via the SWUTM European Growth OEIC Fund. The European Growth OEIC Fund aim is: To achieve long term capital growth by investing predominantly in a portfolio of companies which are part of the MSCI Europe ex UK Index (the "Index"). The Fund seeks to deliver performance, before deduction of management fees, in excess of the Index with a similar level of overall volatility, over the long term. The Fund may only take limited positions away from the Index. This means there are limitations on the extent to which the Fund's investment in various sectors* may differ to the Index. These limited positions

can be more than is held in the Index (overweight) or less than is held in the Index (underweight).* A sector is a business area, industry or economy which shares the same characteristics. Company shares are typically grouped into different sectors depending on the company's business, for example travel and leisure or telecommunications.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating EQ OS

SW BlackRock ACS Continental European Equity Tracker CS8

The aim of the Fund is to provide a return on your investment (generated through an increase to the value of the assets held by the Fund and/or income received from those assets) by tracking closely the performance of the FTSE Developed Europe ex UK Custom ESG Screened

Index. The Fund invests in equity securities (e.g. shares) of companies that make up the index.

Risk Rating DV EQ ESG IN OS

SW Fidelity European CS8

The Fund aims to increase the value of your investment over a period of 5 years or more and provide a growing level of income. The Fund will invest at least 80% in equities (and their related securities) of companies domiciled, incorporated or having significant business in continental

Europe and those which are listed in the region. Please see the Fidelity website for full details.

Risk Rating EQ OS

SW JPM Europe Dynamic CS8

J P Morgan describe their fund's aim as follows: To maximise long-term capital growth by investing primarily in continental European equities.

Risk Rating CP EQ OS SC

SW SSGA Europe ex UK Equity Index CS8

State Street Global Advisers describe their fund's aim as follows: The fund aims to track the FTSE World Europe ex UK Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of equities constituting the

above Index although stock index futures can be used for efficient portfolio management.

Risk Rating EQ OS

European including UK Equities

SW Allianz European Equity Dividend CS8

Allianz describe their fund's aim as follows: To generate capital growth in the long term. The fund invests at least 75% of the fund's assets directly or using derivatives in equities and equivalent securities of companies which the fund manager believes achieve an adequate dividend return and which are located in an EU-member state, Norway or

Iceland. Up to 20% of the fund's assets may be invested in companies located in an emerging market. The fund may also invest in other equities and equivalent securities.

Risk Rating EM EQ ESG OS

Flexible Investment

Scottish Widows Multi-Manager Select Boutiques CS8

This fund is managed by a subsidiary of Aberdeen Asset Management, who describe their fund's aim as follows: the fund aims to achieve long-term capital growth through investment in a portfolio which gives exposure to equity markets and sectors in the UK and throughout the world.

Risk Rating CIS EM EQ FI OS PYS

Specific Risk

In extreme market conditions some investments of the fund may become hard to value or sell at a favourable price. This could affect the fund's ability to sell assets in a timely manner.

SW Baillie Gifford Managed CS8

To achieve capital growth over rolling five-year periods. Please see the Baillie Gifford website for full details.

Risk Rating DV EM EQ FI HY OS

SW Payden & Rygel Absolute Return Bond CS8

Payden describe their fund's aim as follows: To achieve a return of SONIA +3% over a 3-year period, while seeking preservation of capital. The fund invests in a diversified, multi sector portfolio of government, corporate, securitised and emerging market debt.

Please note: the Scottish Widows unit-linked funds aim to provide long-term growth in the price of units. Any income generated will not be distributed, but added to the fund value.

Risk Rating DV EM FI HY OS

Global Emerging Markets Equities

Scottish Widows Emerging Markets CS8

The fund aims to achieve long-term growth by investing mainly in shares of companies operating in developing countries worldwide.

Risk Rating EM EQ OS

Scottish Widows Fundamental Index Emerging Markets Equity CS8

The fund aims to provide long term capital growth based on the performance of emerging markets equities by tracking the FTSE RAFI Emerging Index. The Fund will invest primarily in Emerging Market equities.

Risk Rating EM EQ ESG IN OS

Scottish Widows Fundamental Low Volatility Index Emerging Markets Equity Fund CS8

The fund aims to provide long term capital growth based on the performance of low volatility emerging market equities by tracking the FTSE RAFI Emerging Low Volatility Index. The Fund will invest primarily in low volatility emerging market equities.

Risk Rating DV EM EQ IN OS

SW Baillie Gifford Emerging Markets Leading Companies CS8

The Fund aims to outperform (after deduction of costs) the MSCI Emerging Markets Index, as stated in sterling, by at least 2% per annum over rolling five-year periods.

Risk Rating CP EM EQ OS

SW iShares Emerging Markets Equity Index CS8

The aim of the Fund is to provide a return on your investment (generated through an increase in the value of the assets held by the Fund) by tracking closely the performance of the FTSE Emerging Index. In seeking to achieve its investment objective, the Fund will invest directly into the equities (i.e. shares) of companies in

the Benchmark Index and at times invest indirectly via other equity-related investments (i.e. other investments whose value is related to equities) giving exposure to such companies, or in other equities not in the Index.

Risk Rating EM EQ IN OS SC

SW JPM Emerging Markets CS8

J.P. Morgan describe their fund's aim as follows: To provide long-term capital growth by investing primarily in equity-linked securities of emerging markets companies. Other instruments as permitted in the stated investment and borrowing powers of the Company including, but not limited

to, fixed interest securities, cash and cash equivalents may be held on an ancillary basis, as appropriate.

Risk Rating EM EQ OS SC

SW SSGA Emerging Markets Equity Index CS8

State Street Global Advisors describe their fund's aim as follows: The fund aims to track the return of the FTSE® All-World All Emerging Markets Index.

Risk Rating EM EQ ESG IN OS

Global Equities

Scottish Widows Fundamental Index Global Equity CS8

The fund aims to provide long term capital growth based on the performance of the Global Equity Market by tracking the FTSE RAFI Developed 1000 Index. The Fund will invest primarily in Global equities.

Risk Rating EQ ESG IN OS

Scottish Widows Fundamental Low Volatility Index Global Equity Fund CS8

The fund aims to provide long term capital growth based on the performance of low volatility global equities by tracking the FTSE RAFI Developed Low Volatility Index. The Fund will invest primarily in low volatility global equities.

Risk Rating DV EQ IN OS

Scottish Widows Global Equity CS8

The fund invests via the SWUTM Global Growth OEIC Fund. The Global Growth OEIC Fund aim is: To achieve long term capital growth by investing predominantly in a portfolio of companies which are part of the MSCI World Index or the MSCI Emerging Markets Index (the "Indices"). The Fund seeks to deliver performance, before deduction of management fees, in excess of a blended return of the Indices, with a similar level of overall volatility, over the long term. Of the two Indices, the fund will invest almost exclusively in companies that are part of the MSCI World Index. The Fund may only take limited positions away from the Indices. This means there are limitations on the extent

to which the Fund's investment in various sectors* may differ to the Index. These limited positions can be more than is held in the Index (overweight) or less than is held in the Index (underweight). * A sector is a business area, industry or economy which shares the same characteristics. Company shares are typically grouped into different sectors depending on the company's business, for example travel and leisure or telecommunications.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating EM EQ OS

Scottish Widows Global Ethical Fund CS8

The Fund invests via the HBOS Ethical OEIC Fund. The HBOS Ethical OEIC Fund aim is: To achieve capital growth by investing in companies whose activities are considered ethical, both in terms of their primary activities as well as in the means of achieving them. At least 80% of the Fund will invest in global shares, including emerging markets. The Investment Adviser will select companies on the basis of a broad range of ethical and socially responsible criteria. These criteria include the environment, employee relations, product quality and business practices. The Fund is actively managed by the Investment Adviser who selects investments with the aim of outperforming the Index by

2% per annum on a rolling 3 year basis, before deduction of fees. The Investment Adviser is limited in the extent to which positions can vary to those of the Index. The limits help to provide a balance between the spread of assets within the Fund and risk management. They also provide a balance between the amount the Fund can vary from the Index and provides the Investment Adviser with flexibility to seek to outperform the Index. As a result, the Fund's performance may differ substantially from the Index.

www.scottishwidows.co.uk/fundchanges

Risk Rating EM EQ ESG OS

Scottish Widows International CS8

The fund aims to achieve long-term growth by investing mainly in overseas company shares. The fund may invest in some UK-based companies with international interests. The fund can also invest in fixed interest securities.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating CIS EM EQ FI OS

Scottish Widows International Equity Tracker CS8

To give a total return by tracking the performance of a number of international equity indices. The amount invested in each regional index is determined by the allocation to that region within the FTSE All-World ex UK Index (or such other published benchmark considered appropriate from

time to time). The fund invests primarily in derivatives. The fund uses a number of methods to track the underlying country and regional equity markets. Discretion may be used in deciding which investments in the index will be included in the fund.

Scottish Widows Multi-Manager International Equity CS8

The fund aims to achieve long-term growth by investing in a diversified portfolio of mainly equities issued by companies across the world, excluding the UK. The portfolio's investments will be managed by a number of fund managers.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating CIS EM EQ OS

Scottish Widows Shariah CS8

The fund aims to offer investors the opportunity to grow their money in line with the performance of the Dow Jones Islamic Titans 100 Index. The fund invests in company shares from around the world and is compliant with Islamic

Shariah principles. The fund invests in the HSBC Islamic Global Equity Index Fund.

Risk Rating EM EQ IN OS

SW Baillie Gifford Positive Change CS8

The Fund aims to outperform (after deduction of costs) the MSCI ACWI Index, as stated in sterling, by at least 2% per annum over rolling five-year periods. The Fund also aims to contribute to a more sustainable and inclusive world through investing in companies whose products and/or

services contribute to impact themes addressing critical social and/or environmental challenges, measured over at least a five-year period.

Risk Rating CP EM EQ OS SC

SW BlackRock ACS 30:70 Global Equity Tracker CS8

The aim of the Fund is to provide a return on your investment (generated through an increase to the value of the assets held by the Fund and/or income received from those assets) by tracking closely the performance of the 30:70 Global Equity Sterling-Hedged Composite Index. In order to seek to achieve its investment objective, the Fund will invest directly into the equities (i.e. shares) of companies in the Index and at times invest indirectly via other equity-related investments (i.e. other investments whose value is related to equities) giving exposure to such companies, or in other equities not in the Index with a

30% allocation to United Kingdom (UK) equities and 70% allocation to overseas (non-UK) equities (which includes a 10% allocation to emerging market equities) with 95% of non-UK overseas developed equities currency exposure hedged back to Sterling. The Fund uses techniques to achieve a similar return to its Index and it is therefore not expected that the Fund will hold each and every underlying constituent of the Index at all times or hold them in the same proportion as their weightings in the Index.

Risk Rating DV EM EQ IN OS

SW BlackRock ACS Climate Transition World Equity CS8

The aim of the Fund is to provide, through active management, exposure to companies within the MSCI World Index that are well-positioned to maximise the opportunities and minimise the potential risks associated with a transition to a low carbon economy, relative to other companies within that index. It aims to achieve this whilst also seeking to provide a return on your investment (generated through an increase to the value of the assets

held by the Fund and/or income received from those assets) and maintaining a risk profile for the Fund (i.e. an evaluation of the risks (e.g. risk of losses) associated with the portfolio) which generally reflects the return and risk profile of the MSCI World Index.

Risk Rating DV EQ OS

SW BlackRock ACS World ex UK Equity Tracker CS8

The aim of the Fund is to provide a return on your investment (generated through an increase to the value of the assets held by the Fund and/or income received from those assets) by tracking closely the performance of the FTSE Developed ex UK Custom ESG Screened Index. The

Fund invests in equity securities (e.g. shares) of companies that make up the index.

Risk Rating DV EQ ESG IN OS

SW BNY Mellon Global Income CS8

BNY Mellon describe their fund's aims as follows: the fund aims to provide a high and rising level of income together with long term capital growth for investors primarily through investments in company shares from around the world. Please note: the Scottish Widows unit linked funds

aim to provide long term growth in the price of units. Any income generated will not be distributed but added to the fund value.

Risk Rating CP EM EQ OS

SW CT Global Select CS8

The Fund aims to achieve capital growth over the long term. It looks to outperform the MSCI ACWI Index over rolling 3-year periods, after the deduction of charges.

Risk Rating CP EM EQ OS

SW Fidelity 50:50 Special Situations CS8

The Fund aims to increase the value of your investment over a period of 5 years or more. The Fund will invest at least 70% in equities (and their related securities) of UK companies (those domiciled, incorporated or having

significant business in UK and those which are listed in the UK). Please see the Fidelity website for full details

Risk Rating DV EM EQ OS SC

SW Fidelity Global Special Situations CS8

The Fund aims to increase the value of your investment over a period of 5 years or more. The Fund will invest at least 70% in equities (and their related securities) of companies globally which could include countries considered to be emerging markets as determined by the Investment Manager

at its sole discretion. Please see the Fidelity website for full details.

Risk Rating EM EQ OS SC

SW Impax Global Equity Opportunities CS8

The Fund invests in companies possessing sustainable competitive advantages, across listed equity markets and sectors, in order to achieve long-term capital growth. The manager aims to invest in companies with track records of generating consistent returns, which demonstrate above average free cash flow predictability, and where it is believed a company's long term opportunities are not

necessarily reflected in today's share price. The investment process includes a strong focus on risks arising from the transition to a more sustainable global economy, as well as seeking to harness the opportunities.

Risk Rating CP DV EM EQ ESG OS

SW Janus Henderson Global Equity Inc CS8

Janus Henderson describe their fund's aim as follows: To achieve an income in excess of that of the MSCI World Index with the potential for long-term capital growth. The Fund will invest principally in global equities. In addition to ordinary shares, the Fund may also invest in fixed interest securities, preference shares, debt securities convertible into ordinary stock, money market instruments, cash and

near cash and deposits. Please note: The Scottish Widows unit-linked funds aim to provide long term growth in the price of units. Any income generated will not be distributed, but added to the fund value.

Risk Rating EM EQ OS

SW Legal & General FTSE Developed Core Infrastructure Index CS8

The Fund aims to match the return on the FTSE Developed Core Infrastructure Index to within $\pm 1.0\%$ per annum for two years out of three.

Risk Rating EQ IN OS

SW Morgan Stanley Global Brands CS8

The objective of the Fund is to provide long-term capital appreciation through investment primarily in equity securities issued world-wide.

Risk Rating CP DV EM EQ ESG

SW Schroder QEP Global Core CS8

The Fund aims to provide capital growth and income in excess of the MSCI World (Net Total Return) index (after fees have been deducted) over a three to five year period by investing in equity and equity related securities of companies worldwide. The Fund is actively managed and

invests at least 80% of its assets in equity and equity related securities of companies worldwide.

Risk Rating EM EQ OS

SW Schroder Sustainable Multi-Factor Equity CS8

The fund aims to provide capital growth in excess of the MSCI All Countries World (Net Total Return) index (after fees have been deducted) over a three to five year period by investing in equities of companies worldwide. The fund is actively managed and invests at least 80% of its assets in equity and equity-related securities of companies worldwide that the investment manager believes are sustainable investments and which also focus on a range of equity factors (also commonly known as investment styles). Companies will be simultaneously assessed on all equity factors using a fully integrated systematic,

bottom-up investment approach. Sustainability will be assessed using a quantitative framework against which certain sustainable risk factors are assessed such as the strength of environmental practices, climate change impact, responsible employment practices, and sensitivity towards the communities in which the companies operate. Low sustainability scores will not necessarily result in a company being excluded from the evaluation process but rather contribute to the overall evaluation of that company.

Risk Rating EM EQ ESG OS SC

SW SSGA 50:50 Global Equity Index CS8

The fund aims to provide long-term growth and provides broad exposure to countries around the world. The fund invests primarily in equities, both in the UK and overseas markets. The fund has approximately 50% invested in the shares of UK companies. The remaining 50% is invested in overseas companies split evenly between the US, Europe ex

UK and the Far East. These asset exposures are through the SSGA Global Equity (50:50) Index Fund. Investment is made on an index tracking basis.

Risk Rating EQ ESG IN OS

SW SSGA International Equity Index CS8

The fund aims to achieve long-term growth by investing primarily in shares of companies listed in the FTSE World ex UK Index. The fund invests primarily in company shares in overseas equity markets. Investment is solely through the

SSGA International Equity Index Fund and is made on an index-tracking basis.

Risk Rating EM EQ ESG IN OS

Global Fixed Interest

SW BNY Mellon International Bond CS8

The fund aims for long-term total return from income and capital growth in the world bond markets. The fund invests solely through the BNY Mellon International Bond OEIC fund.

Risk Rating DV EM FI FIG OS

SW CT Global Bond CS8

The Fund aims to provide income with the prospect of some capital growth over the long term. It looks to outperform the J.P. Morgan Government Bond Index Global (GBI Global) over rolling 3-year periods, after the deduction of charges.

Risk Rating FI HY OS

SW Invesco Global Bond CS8

The Fund aims to provide a combination of income and long term capital growth by investing conservatively in a diversified portfolio of equities, bonds and other fixed interest securities of high quality and marketability. The Fund targets a return of UK Consumer Prices Index (CPI) +4% each year (gross of fees) over 5 year rolling periods.

While the Fund aims to achieve its objective and its performance target, there is no guarantee that either will be achieved, over 5 year rolling periods or over any period and there is a risk of loss.

Risk Rating DV EM FI FIG HY OS

SW iShares ESG Overseas Corporate Bond Index CS8

The aim of the Fund is to provide a return on your investment (generated through an increase in the value of the assets held by the Fund and/or income received from those assets) by tracking closely the performance of the ICE Global Corporate ESG Index (the "Benchmark Index").

Although the Fund aims to achieve its investment objective,

there is no guarantee that this will be achieved. The Fund's capital is at risk meaning that the Fund could suffer a decrease in value and the value of your investment would decrease as a result.

Risk Rating DV ESG FI IN OS

SW Robeco Global Credits CS8

The fund aims to provide long term capital growth. The fund invests at least two-thirds of its total assets in non government bonds (which may include contingent convertible bonds (also "coco" bonds) and similar non government fixed income securities and asset backed securities from all around the world. The fund will not invest into assets with a rating lower than "B-" by at least one of the recognized rating agencies. The fund strives for

economic results, while at the same time taking into account environmental, sustainable and social objectives. In the assessment, areas such as a company's corporate strategy, corporate governance, transparency, as well as the product and service range that a company offers are taken into account.

Risk Rating DV ESG FI HY

Global High Yield

SW Schroder International Selection Fund Emerging Market Bond CS8

The Fund aims to provide capital growth and income by investing in fixed and floating rate securities issued by governments, government agencies, supra-nationals and companies from the emerging markets. The Fund may use derivatives (including total return swaps) with the aim of achieving investment gains, reducing risk or managing the fund more efficiently. Where the Fund uses total return swaps and contracts for difference, the underlying consists of instruments in which the Fund may invest according to its Investment Objective and Investment Policy. In

particular, total return swaps and contracts for difference may be used to gain long and short exposure on fixed and floating rate securities. The gross exposure of total return swaps and contracts for difference will not exceed 5% and is expected to remain within the range of 0% to 5% of the Net Asset Value. In certain circumstances this proportion may be higher. The Fund may also invest in money market investments and hold cash.

Risk Rating DV EM FI HY OS

Global Property

Scottish Widows Dynamic Property CS8

The fund aims to achieve long-term growth. It does this by investing primarily in funds within the Lloyds Banking Group, which invest in a portfolio of commercial property and shares of listed companies and other investments. The fund can also invest a significant proportion in individual real estate securities, including real estate investment trusts (REITs). The activities of the fund's investments include the

ownership, management and/or development of real estate. The fund will be invested both in the UK and overseas.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating CIS EQ OS PY PYS

Scottish Widows European Real Estate CS8

The fund aims to achieve long-term growth by investing principally in a portfolio of companies whose activities include the ownership, management or development of real

estate in Europe including the UK.

Risk Rating EQ OS PYS

Scottish Widows Multi-Manager Global Real Estate CS8

The fund aims to achieve long-term growth by investing principally in a globally diversified portfolio of shares of listed companies, real estate investment trusts (REITs) and other investments, the activities of which include the ownership, management and/or development of global real estate. The portfolio's investments will be managed by a number of fund managers. Fund managers are selected and

assets are allocated in conjunction with Russell Investment Group.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating EQ OS PYS

SW iShares Environmental & Low Carbon Index Linked Real Estate Index CS8

The aim of the Fund is to provide a return on your investment (generated through an increase in the value of the assets held by the Fund) by tracking closely the performance of the FTSE EPRA/NAREIT Green Low Carbon Target Index. (the "Benchmark Index").

Although the Fund aims to achieve its investment objective,

there is no guarantee that this will be achieved. The Fund's capital is at risk meaning that the Fund could suffer a decrease in value and the value of your investment would decrease as a result.

Risk Rating DV EQ IN OS PYS

SW Schroder Global Cities Real Estate CS8

Schroder describe their fund's aim as follows: The Fund aims to provide income and capital growth by investing in equity and equity related securities of real estate companies worldwide. The Fund invests at least 80% of its assets in equity and equity related securities of real estate companies worldwide which generate the majority of their earnings from real estate investment related activities. The Fund

seeks exposure to companies that invest in cities that the manager believes will exhibit continued economic growth, supported by factors such as strong infrastructure and supportive planning regimes.

Risk Rating EQ OS PYS

Japan Equities

Scottish Widows Japanese CS8

The fund invests via the SWUTM Japan Growth OEIC Fund. The Japan Growth OEIC Fund aim is: To achieve long term capital growth by investing predominantly in a portfolio of companies which are part of the MSCI Japan Index (the "Index"). The Fund seeks to deliver performance, before deduction of management fees, in excess of the Index with a similar level of overall volatility, over the long term. The Fund may only take limited positions away from the Index. This means there are limitations on the extent to which the Fund's investment in various sectors* may differ to the Index. These limited positions can be more

than is held in the Index (overweight) or less than is held in the Index (underweight).* A sector is a business area, industry or economy which shares the same characteristics. Company shares are typically grouped into different sectors depending on the company's business, for example travel and leisure or telecommunications.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating EQ OS

SW Baillie Gifford Japanese Equity CS8

To outperform (after deduction of costs) the TOPIX, as stated in Sterling, by at least 1.5% per annum over rolling five year periods. Please see the Baillie Gifford website for full details.

Risk Rating EQ OS

SW BlackRock ACS Japan Equity Tracker CS8

The aim of the Fund is to provide a return on your investment (generated through an increase to the value of the assets held by the Fund and/or income received from those assets) by tracking closely the performance of the FTSE Japan Custom ESG Screened Index. The Fund invests

in equity securities (e.g. shares) of companies that make up the index.

Risk Rating DV EQ ESG IN OS

SW Schroder Tokyo CS8

The manager of the underlying Fund describes the Fund's objective as "to provide capital growth in excess of the Tokyo Stock Exchange 1st Section (Net Total Return) index (after fees have been deducted) over a 3 to 5 year period by

investing in equities of Japanese companies."

Risk Rating CP EQ OS

SW SSGA Japan Equity Index CS8

State Street Global Advisers describe their fund's aim as follows: The fund aims to track the FTSE World Japan Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of equities constituting the

above Index although stock index futures can be used for efficient portfolio management.

Risk Rating EQ ESG IN OS

Mixed Investment 0% – 35% Shares

Scottish Widows Defensive Managed CS8

The fund aims for long-term growth by investing in a diversified portfolio of mainly UK government fixed interest securities and corporate bonds, but with a significant proportion in UK equities. It also invests in property.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating CIS EQ FI PY

SW Jupiter Distribution CS8

The fund aims for long-term growth by investing in an actively balanced portfolio of bonds and higher yielding securities (mainly UK equities). The portfolio will contain a minimum of 60% invested in bonds. Investment is solely

through the Jupiter Distribution Unit Trust.

Risk Rating DV EQ FI HY OS

Mixed Investment 20% – 60% Shares

Scottish Widows Cautious Managed CS8

The fund aims for long-term growth by investing in a diversified portfolio of mainly UK equities, and government and corporate fixed interest securities, including some investment in higher risk securities. It also invests in property.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating CIS EQ FI HY OS PY

Scottish Widows Diversified Assets CS8

The Fund aims to achieve a total return of cash (Bank of England Base Rate) plus 3.25% p.a. over the long term, gross of fees and tax (where applicable). Risk is managed by diversifying the fund's holdings across a range of asset classes and geographic regions. The Fund's holdings will vary over time to reflect the market view of the fund manager. Investments will include exposure to equities, fixed interest securities, money market instruments and cash deposits. The exposure may be achieved either directly or indirectly through other funds such as collective investment schemes. The Fund may also gain indirect exposure to alternative asset classes (such as property,

private equity and permitted commodities) through investment in units and/ or shares of funds, companies and other vehicles which invest in such assets. The Fund may also invest in hedge and absolute return type funds. In certain market conditions, all of the assets of the Fund may at any time consist of fixed interest securities, money market instruments and cash deposits depending on the views of the fund manager.

Risk Rating AR CIS DV EM EQ FI HY OS PYS SC

Scottish Widows Multi-Manager Diversity CS8

This fund is managed by a subsidiary of Aberdeen Asset Management, who describe their fund's aim as follows: the fund aims to achieve long-term capital growth in excess of inflation* through investment in a portfolio which gives

exposure to a wide range of asset classes and geographic regions.*As measured by the Consumer Price Index

Risk Rating CIS EM EQ FI HY OS PY PYS

SW Invesco Distribution CS8

Invesco Perpetual describe their fund's aim as follows: The fund aims to achieve a combination of income and capital growth over the medium to long term by investing primarily in corporate and government debt securities globally (which may be unrated or sub-investment grade) and equities. Financial derivative instruments can be used for investment purposes and for efficient portfolio management. Please

note: The Scottish Widows unit-linked funds aim to provide long term growth in the price of the units. Any income generated will not be distributed but added to the fund value.

Risk Rating DV EQ FI HY OS

SW Janus Henderson Cautious Managed CS8

Janus Henderson describe their fund's aim as follows: to achieve long-term income and capital growth. The fund will invest principally in fixed interest securities and in equities both in the UK and internationally. Please note: the Scottish Widows unit-linked funds aim to provide long-term

growth in the price of units. Any income generated will not be distributed, but added to the fund value.

Risk Rating EQ FI HY OS

SW Ninety One Cautious Managed CS8

The manager of the underlying Fund describes the Fund's objective as "to provide income with the opportunity for capital growth (i.e., to grow the value of your investment)

over 5 years.

Risk Rating DV EQ FI FIG OS

Mixed Investment 40% – 85% Shares

Scottish Widows Consensus CS8

The fund aims to achieve long-term growth by investing in a balanced portfolio of UK and overseas shares, fixed-interest stocks, index linked stocks, property, commodities and cash deposits. Investment in these assets is made through a range of index tracking funds, or where appropriate, through

direct investment, again on an index-tracking basis.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating CIS EM EQ FI OS PY PYS

Scottish Widows Mixed CS8

The fund aims to achieve long-term growth by investing in a mixed portfolio of UK and overseas company shares, fixed-interest stocks, index-linked stocks, property and cash deposits. The fund is likely to invest mainly in company shares and property.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating CIS EM EQ FI OS PY PYS

Scottish Widows Opportunities Portfolio CS8

The fund aims to achieve long-term growth by investing mainly in multimanager funds. The fund will invest at least 80% in equity funds with a low proportion in fixed interest security funds (the fixed interest security funds will invest mainly in high quality fixed interest securities, including corporate bonds). The equity and fixed interest security funds will invest in UK and overseas markets. The multimanager funds are currently provided by a subsidiary of Aberdeen Asset Management and by the Russell Investment Group. Exposure to the multi-manager funds is currently provided through the Scottish Widows

Opportunities Portfolio OEIC Fund although investment may be made through other unit linked funds, collective investment schemes, or directly to meet the stated fund aims.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating AR CIS DV EM EQ FI HY OS PY PYS

SW BlackRock Managed CS8

The Fund aims to achieve capital growth on your investment as well as the generation of some income, where market conditions allow. The Fund may invest in shares, fixed income securities, money-market instruments, funds and cash. The fixed income securities and money market instruments will be issued by governments, government agencies, companies and supranational. The Fund will invest in the full range of fixed income securities and money market instruments which may include investments

with a relatively low credit rating or which are unrated. Investment may be made globally in any and all economic sectors, although under normal market conditions, there will be an emphasis on the United Kingdom. The Fund can use derivatives as part of its investment strategy. This can increase the overall risk profile of the Fund.

Risk Rating DV EM EQ FI HY OS PYS

SW BNY Mellon Global Balanced CS8

The objective of the Fund is to maximise returns by investing predominately in a worldwide portfolio of equities and fixed interest securities. The Fund may also invest in derivative instruments, forward transactions and

collective investment schemes.

Risk Rating DV EM EQ FI HY OS

SW BNY Mellon Managed CS8

The fund aims for long-term growth from a balance between capital growth and income from a portfolio of UK and international securities. The fund invests in a range of BNY Mellon OEIC funds.

Risk Rating CIS EQ FI OS

SW Fidelity Managed CS8

The fund aims for long-term growth from a portfolio of Fidelity's equity and bond funds which are invested across a broad range of the world's markets, ensuring exposure to a diversified range of equity and bond markets.

Risk Rating CP EQ FI

SW Invesco Managed CS8

The fund aims for long-term growth by adopting a highly diversified approach to investment. The portfolio is structured from a number of Invesco Perpetual funds,

ensuring exposure to a wide range of equity and bond markets.

Risk Rating CIS EQ FI OS

SW Schroder Managed CS8

The fund aims for long-term growth from a balanced exposure to UK and overseas company shares and fixed-interest securities through a range of Schroder authorised unit trusts.

Risk Rating CIS EQ FI HY OS

SW Liontrust Sustainable Future Managed CS8

The Fund aims to deliver income and capital growth over the long term (5 years or more) using the Sustainable Future process and investing in a combination of global equities, bonds and cash. The investment process uses a thematic approach to identify the key structural growth trends that will shape the global economy of the future and the fund

managers then seek to invest in well run companies whose products and operations capitalise on these transformative changes.

Risk Rating DV EQ ESG FI OS

Mixed Investment 45% – 85% Shares

SW BNY Mellon Global Equity CS8

The fund aims for long-term growth from a portfolio of international securities. Investment is solely through the BNY Mellon Global Equity OEIC fund.

Risk Rating CP EM EQ OS

Money Market

Scottish Widows Cash CS8

The fund aims to provide long-term growth consistent with high levels of capital security by investing mainly in short-term securities.

Specific Risk

The fund can invest in high-quality, mostly short-term debt instruments such as fixed deposits, certificates of deposit, commercial paper and floating rate notes. It carries a relatively modest risk to capital.

Scottish Widows Pension Portfolio Five CS8

The Fund aims to provide high levels of capital security by actively investing almost exclusively in high-quality short- to medium term securities through other funds. These include fixed- or floating-rate debt instruments such as deposits, commercial paper, medium term notes, asset-backed securities and bonds. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest almost exclusively in short- to medium term securities.

Specific Risk

Some of the securities in which this Fund invests might default or their credit rating might fall. The value of those investments will usually fall should an issuer default or receive a reduced credit rating. Fluctuations in interest rates are likely to affect the value of the securities held by the Fund. If interest rates rise, the value of the units is likely to fall and vice versa.

The Fund therefore carries a relatively modest risk to capital.

SW BlackRock Sterling Liquidity Environmental Aware CS8

The Fund aims to provide a return in line with money market rates. This aim is consistent with maintaining capital and ensuring its underlying assets can easily be bought or sold in the market (in normal market conditions). Money invested in the Fund is not protected or guaranteed. The Fund is a "Short Term Variable NAV Money Market Fund" as defined by the EU Money Markets Funds Regulations. The Fund is actively managed and the investment manager has discretion to select the Fund's investments.

Risk Rating

Specific Risk

Short Term Money Market Funds do not generally experience extreme price variations. Changes in interest rates will impact the Fund. The issuer of a financial asset held within the Fund may not pay income or repay capital to the Fund when due.

North America Equities

Scottish Widows North American CS8

To provide capital growth through investment in a broad portfolio of shares in North American companies with the emphasis on the USA. The benchmark index for the Fund is the S&P 500 Index (the "Index"). The Investment Manager seeks to outperform the Index by 1.25% per annum on a

rolling 3 year basis, before deduction of fees.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating

SW Artemis US Select CS8

Artemis describe their fund's aim as follows: To achieve long-term capital growth. The Fund invests principally in companies listed, quoted and/or traded in the United States of America and in companies which are headquartered or

have a significant part of their activities in the USA which are quoted on a regulated market outside the USA.

Risk Rating

SW Baillie Gifford North American CS8

To outperform (after deduction of costs) the S&P 500 Index, as stated in Sterling, by at least 1.5% per annum over rolling five-year periods. Please see the Baillie Gifford website for full details.

Risk Rating

SW BlackRock ACS US Equity Tracker CS8

The aim of the Fund is to provide a return on your investment (generated through an increase to the value of the assets held by the Fund) by tracking closely the performance of the FTSE USA Custom ESG Screened

Index. The Fund invests in equity securities (e.g. shares) of companies that make up the index.

Risk Rating DV EQ ESG IN OS

SW Fidelity American CS8

The fund aim is to increase the value of your investment over a period of 5 years or more. The Fund will invest at least 70% in equities (and their related securities) of US companies (those domiciled, incorporated or having

significant business in the US and those which are listed in the US). Please see the Fidelity website for full details.

Risk Rating CP EQ OS

SW Schroder US Smaller Companies CS8

The manager of the underlying Fund describes the Fund's objective as "to provide capital growth in excess of Russell 2000 Lagged (Net Total Return) index (after fees have been deducted) over a 3 to 5 year period by investing in equities

of small-sized US companies."

Risk Rating CP EQ OS SC

SW SSGA North America Equity CS8

State Street Global Advisers describe their fund's aim as follows: The fund aims to track the FTSE World North America Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of equities

constituting the above Index although stock index futures can be used for efficient portfolio management.

Risk Rating EQ ESG IN OS

Sterling Corporate Bond

Scottish Widows Corporate Bond CS8

The fund aims to achieve long-term growth by investing in a balanced portfolio of UK and overseas shares, fixed-interest stocks, index linked stocks, property, commodities and cash deposits. Investment in these assets is made through a range of index tracking funds, or where appropriate, through

direct investment, again on an index-tracking basis.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating DV EM FI

SW CT UK Social Bond CS8

Threadneedle describe their fund's aim as follows: To achieve a total return (by way of income and capital appreciation) through investments that are deemed to be supporting and funding socially beneficial activities and development, primarily in the UK. The investment policy is to maximise exposure to socially beneficial activities and development, based on assessments produced under the fund's Social Assessment Methodology. The fund may invest in all forms of trade-able debt instrument (primarily investment grade) issued by a supranational, public, private

or voluntary and/or charitable sector organisation, including without limitation, bonds, notes, bills, and loans, whether they have a fixed, floating, variable, index-linked rate or have a zero coupon. Please note: the Scottish Widows unit-linked funds aim to provide long-term growth in the price of units. Any income generated will not be distributed, but added to the fund value.

Risk Rating DV ESG FI FIG OS

SW Fidelity Sustainable Moneybuilder Income CS8

The Fund aims to deliver an income with the potential to increase the value of your investment. The Fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) investment grade debt instruments. Please see

the Fidelity website for full details.

Risk Rating DV ESG FI OS

SW Invesco Corporate Bond CS8

Invesco Perpetual describe their fund's aim as follows: The fund aims to achieve a combination of income and capital growth over the medium to long term by investing primarily in investment grade corporate debt securities. The fund may also invest in government, unrated and sub-investment grade debt securities. Financial derivative instruments can be used for investment purposes and for efficient portfolio

management. Please note: The Scottish Widows unit-linked funds aim to provide long term growth in the price of the units. Any income generated will not be distributed but added to the fund value.

Risk Rating DV FI HY OS

SW iShares Corporate Bond Index CS8

The aim of the Fund is to provide a return on your investment (generated through an increase in the value of the assets held by the Fund and/or income received from those assets) by tracking closely the performance of the Markit iBoxx GBP Non-Gilts Overall TR Index. In order to achieve its investment objective, the Fund will invest directly into the fixed income securities (i.e. bonds) in the

Benchmark Index and at times invest indirectly via other fixed income-related investments (i.e. other investments whose value is related to debt) giving exposure to such fixed income securities, or in other fixed income securities not in the Index.

Risk Rating FI IN

SW SSGA Non Gilt Sterling Bond All Stocks Index CS8

State Street Global Advisers describe their fund's aim as follows: The fund aims to track the Barclays Sterling Aggregate 100 mm Non Gilts Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of bonds constituting the above Index although

stock index futures can be used for efficient portfolio management.

Risk Rating ESG FI IN OS

Sterling High Yield

Scottish Widows High Income Bond CS8

The fund aims to achieve long-term growth by investing primarily in fixed interest securities issued by companies and governments in the USA, the UK and Europe, the majority of which will be higher risk, non-investment grade securities.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating DV EM FI HY OS

Sterling Long Bond

Scottish Widows Pension Protector CS8

The fund may be suitable for investors approaching retirement who intend to purchase a conventional pension annuity. The fund invests mainly in long-dated UK fixed interest securities. The prices of these are one of the key factors affecting the cost of buying a pension and so any investment in the fund should rise and fall broadly in line with changes in the cost of buying such a pension in retirement. The fund does not provide any guarantee of the level of pension in retirement or the cost of buying that

pension. It may not be effective for those who intend to buy an inflation-linked pension and does not provide protection against changes in the cost of buying a pension that arise from changes in life expectancy.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating DV FI

SW iShares Over 15 Years Gilts Index CS8

The aim of the Fund is to provide a return on your investment (generated through an increase in the value of the assets held by the Fund and/or income received from those assets) by tracking closely the performance of the FTSE Actuaries UK Conventional Gilts Over 15 Years Index. In order to achieve its investment objective, the Fund will invest directly into the fixed income securities (i.e. bonds)

in the Benchmark Index and at times invest indirectly via other fixed income-related investments (i.e. other investments whose value is related to debt) giving exposure to such fixed income securities, or in other fixed income securities not in the Index.

Risk Rating FI FIG IN

Sterling Strategic Bond

Scottish Widows Strategic Income Bond CS8

The fund aims to achieve long-term growth by investing primarily in UK and European corporate bonds and other fixed interest securities. The majority of securities will be high quality, investment grade, but a significant proportion will be higher risk securities.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating DV EM FI HY OS

SW Aviva Investors Strategic Bond CS8

To grow your investment through a combination of income and capital returns by investing in bonds issued by companies, governments or supranational organisations, whilst aiming to provide a net return greater than the benchmark over the long term (5 years or more). The

benchmark (the “Index”) is a Bloomberg Composite Index, as detailed below. Please see the Aviva website for full details.

Risk Rating CIS CP DV ESG FI HY OS

SW Janus Henderson Fixed Interest Monthly Income CS8

Janus Henderson describe their fund’s aims as follows: To achieve a high yield. The fund will invest principally in fixed interest securities including preference shares.

Risk Rating FI FIG HY OS

UK All Companies

Scottish Widows Environmental CS8

To give long-term capital growth by investing in primarily UK companies which show a commitment to the protection and preservation of the natural environment. The fund may also invest in international companies applying environmental commitment. The companies are selected according to a range of negative environmental screening criteria. ‘Negative screening’ means using a fund’s agreed

screening criteria to exclude undesirable investments, such as shares in companies whose practices may be harmful to the environment.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating CP EQ ESG OS

Scottish Widows Ethical CS8

To give long-term capital growth by investing in primarily UK companies that demonstrate ethical attributes and practices. The fund may also invest in international companies demonstrating ethical practices. The companies are selected according to a broad range of negative ethical screening criteria. ‘Negative screening’ means using a fund’s agreed screening criteria to exclude undesirable

investments, such as shares in companies which sell weapons or tobacco.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating CP EQ ESG OS

Scottish Widows Multi-Manager UK Equity Focus CS8

The fund aims to achieve long-term growth by investing in a select portfolio of mainly UK equities. The fund will normally hold fewer stocks than our other Multi-Manager UK equity funds. The portfolio’s investments will be managed by a number of fund managers.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating EQ

Scottish Widows Multi-Manager UK Equity Growth CS8

The fund aims to achieve long-term growth by investing in a diversified portfolio of mainly UK equities. The portfolio’s investments will be managed by a number of fund managers. Fund managers are selected and assets are allocated in conjunction with Russell Investment Group.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating EQ

Scottish Widows UK All Share Tracker CS8

The fund aims to achieve long-term growth by investing in a portfolio that aims to track the performance of the UK Equity market as represented by the FTSE All Share Index. The fund will invest mainly in company shares.

Risk Rating EQ ESG IN

Scottish Widows UK Equity CS8

The fund invests via the SWUTM UK Growth OEIC Fund. The UK Growth OEIC Fund aim is: To achieve long term capital growth by investing predominantly in a portfolio of companies which are part of the FTSE All Share Index (the "Index"). The Fund seeks to deliver performance, before deduction of management fees, in excess of the Index with a similar level of overall volatility, over the long term. The Fund may only take limited positions away from the Index. This means there are limitations on the extent to which the Fund's investment in various sectors* may differ to the Index. These limited positions can be more

than is held in the Index (overweight) or less than is held in the Index (underweight). * A sector is a business area, industry or economy which shares the same characteristics. Company shares are typically grouped into different sectors depending on the company's business, for example travel and leisure or telecommunications.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating EQ

Scottish Widows UK Equity Index CS8

The fund aims to achieve long-term growth by investing in a portfolio that aims to track the capital performance of the

UK Equity market currently as represented by the FTSE 100 Index. The fund will invest mainly in company shares.

Scottish Widows UK Opportunities CS8

The fund aims to achieve long-term growth by investing mainly in a select portfolio of UK company shares.

Risk Rating CP EQ

SW Artemis UK Select CS8

Artemis describe their fund's aim as follows: The objective of the Fund is to achieve long term capital growth. The emphasis of the Fund will be investment in companies listed, quoted and/or traded in the UK and in companies which have a significant part of their activities in the UK which are quoted on a regulated market outside the UK.

The Manager actively manages the portfolio. The securities of companies listed, quoted and/or traded in the UK but domiciled elsewhere and the securities of companies traded on PLUS may be included in the portfolio.

Risk Rating CP DV EQ FI OS

SW BlackRock ACS UK Equity Tracker CS8

The aim of the Fund is to provide a return on your investment (generated through an increase to the overall value of the assets held by the Fund and/or income received from assets held by the Fund) by tracking closely the

performance of the FTSE All Share Custom ESG Screened Index.

Risk Rating DV EQ ESG IN

SW BlackRock UK CS8

The fund aims for long-term growth from a portfolio consisting mainly of quoted UK company shares. Investment is solely through the BlackRock UK Dynamic Unit Trust.

Risk Rating EQ

SW BlackRock UK Special Situations CS8

BlackRock describe their fund's aim as follows: The aim of the fund is to achieve long term capital growth for investors. The fund invests primarily in the shares of companies incorporated or listed in the UK and will normally have an emphasis on small or medium sized companies. The fund may also invest in collective investment schemes. Small and medium sized companies are those whose market

capitalisation is lower than that of companies in the FTSE 100 Index at the time of the fund's investment.

Risk Rating EQ SC

SW Fidelity Special Situations (2006) CS8

The Fund aims to increase the value of your investment over a period of 5 years or more. The Fund will invest at least 70% in equities (and their related securities) of UK companies (those domiciled, incorporated or having

significant business in UK and those which are listed in the UK). Please see the Fidelity website for full details.

Risk Rating DV EQ OS SC

SW Jupiter UK Growth CS8

The fund aims for long-term growth by investing, mainly in UK equities, in any economic sector. Investment is solely through the Jupiter UK Growth Unit Trust.

Risk Rating CP EQ OS

SW Schroder UK Alpha Plus CS8

The fund aims for long-term growth through investment mainly in UK equities. The fund will invest in a focused portfolio of between 20 and 40 stocks. Investment is solely through the Schroder UK Alpha Plus Unit Trust.

Risk Rating CP EQ OS

SW Schroder UK Mid 250 CS8

The Fund aims to provide long term capital growth by investing in equity and equity related securities of companies listed in the FTSE 250 Index. Investment is solely through the Schroder UK Mid 250 Unit Trust.

Risk Rating CP EQ OS

SW SSGA UK Equity Index CS8

The fund aims to achieve long-term growth by investing primarily in shares of companies listed in the FTSE All Share Index. The fund invests primarily in company shares. Investment is solely through the SSGA UK Equity Index Fund and is made on an index-tracking basis.

Risk Rating EQ ESG IN

UK Direct Property

Scottish Widows Property CS8

The fund aims to achieve long-term growth by investing mainly in high-quality freehold and long leasehold commercial and industrial properties. Property transactions tend to be larger and more complex than for other asset classes. As a result the proportion of cash held while awaiting suitable investment opportunities could be greater than for other funds.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating PY PVS

UK Equity Income

Scottish Widows Multi-Manager UK Equity Income CS8

The fund aims to achieve long-term growth by investing in a select portfolio of mainly UK equities which have an above average dividend income. The portfolio's investments will be managed by a number of fund managers.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating EQ

SW BNY Mellon UK Income CS8

The fund aims for long-term total return from increasing levels of income from one year to the next along with long-term capital growth from the underlying assets, through investment solely in the BNY Mellon Higher Income OEIC fund.

Risk Rating CP EQ

SW Invesco High Income CS8

The fund aims for long-term growth by investing mainly in high yielding international securities (company shares, convertible securities and fixed interest securities), although it may include other investments that the Fund

Manager considers appropriate. The fund invests solely through the Invesco Perpetual High Income OEIC fund.

Risk Rating CP EQ SC

SW Jupiter Income CS8

The fund aims for long-term growth from a portfolio chiefly invested in UK equities, although with some overseas exposure. The fund may also invest in fixed interest stocks. Investment is solely through the Jupiter Income Unit Trust.

Risk Rating CP EQ OS

SW Royal London UK Equity Income CS8

Royal London describe their fund's aim as follows: To achieve a combination of income and some capital growth. The Fund invests mainly in the shares of UK companies which pay a higher level of income. The Fund may also invest a small portion in other UK shares. Please note: the

Scottish Widows unit-linked funds aim to provide long-term growth in the price of units. Any income generated will not be distributed, but added to the fund value.

Risk Rating EQ

SW Schroder Income Maximiser CS8

The fund aims to receive a high level of income with the potential for capital growth by investing mainly in a select portfolio of shares of attractively priced companies that pay high, sustainable dividends. These are likely to be mature, well-established organisations. It uses 'options' to exchange part of the potential capital growth to enhance the income

received by the fund. Please note: The Scottish Widows unit-linked funds aim to provide long term growth in the price of units. Any income generated will not be distributed, but added to the fund value.

Risk Rating CP DV EQ

UK Gilts

Scottish Widows Fixed Interest CS8

The fund aims to achieve long-term growth by investing mainly in UK fixed-interest securities. The fund may also invest in overseas fixed interest securities.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating DV FI FIG

Scottish Widows UK Fixed Interest Tracker CS8

The fund aims to achieve long-term growth by investing in a portfolio that aims to track the performance of the UK fixed-interest market as represented by the FTSE-A UK Gilts All Stocks Index. The fund will invest mainly in UK Government fixed-interest securities.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating FI FIG IN

SW iShares UK Gilts All Stocks Index CS8

The aim of the Fund is to provide a return on your investment (generated through an increase in the value of the assets held by the Fund and/or income received from those assets) by tracking closely the performance of the FTSE Actuaries UK Conventional Gilts All Stocks Index. In order to achieve its investment objective, the Fund will invest directly into the fixed income securities (i.e. bonds)

in the Benchmark Index and at times invest indirectly via other fixed income-related investments (i.e. other investments whose value is related to debt) giving exposure to such fixed income securities, or in other fixed income securities not in the Index.

Risk Rating FI FIG IN

SW Schroder Gilt & Fixed Interest CS8

The fund aims for long-term growth which reflects the underlying gilt market. The majority of the portfolio is invested in gilts, although it also invests in sterling bonds issued by organisations with high credit ratings. Investment

is solely through the Schroder Gilt & Fixed Interest Unit Trust.

Risk Rating DV FI FIG

SW SSGA UK Conventional Gilts Over 15 Years Index CS8

State Street Global Advisers describe their fund's aim as follows: The fund aims to track the FTSE Actuaries British Government Over 15 Years index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of bonds constituting the above Index although

stock index futures can be used for efficient portfolio management.

Risk Rating FI FIG

UK Index-Linked Gilts

Scottish Widows Indexed Stock CS8

The fund aims to achieve long-term growth by investing mainly in UK index-linked securities.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating DV FI FIG

SW iShares Index Linked Gilt Index CS8

The aim of the Fund is to provide a return on your investment (generated through an increase in the value of the assets held by the Fund and/or income received from those assets) by tracking closely the performance of the FTSE Actuaries UK Index Linked Gilts Over 5 Years Index. In order to achieve its investment objective, the Fund will invest directly into the fixed income securities (i.e. bonds)

in the Benchmark Index and at times invest indirectly via other fixed income-related investments (i.e. other investments whose value is related to debt) giving exposure to such fixed income securities, or in other fixed income securities not in the Index.

Risk Rating FI FIG IN

SW SSGA Index Linked Gilts All Stocks Index CS8

State Street Global Advisers describe their fund's aim as follows: The fund aims to track the FTSE Actuaries British Government Index Linked All Stocks Index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of bonds constituting the above Index although

stock index futures can be used for efficient portfolio management.

Risk Rating FI FIG IN

SW SSGA Index Linked Gilts Over 5 Years Index CS8

State Street Global Advisers describe their fund's aim as follows: The fund aims to track the FTSE Actuaries British Government Over 5 Years Index Linked Gilts index, or its recognised replacement or equivalent. The fund will primarily invest in a sample of bonds constituting the above

Index although stock index futures can be used for efficient portfolio management.

Risk Rating FI FIG IN

UK Property Securities

Scottish Widows UK Real Estate CS8

The fund aims to achieve long-term growth by investing principally in a select portfolio of shares of listed companies and other investments, the activities of which include the ownership, management and/or development of UK real estate.

Risk Rating EQ PYS

UK Smaller Companies

SW Artemis UK Smaller Companies CS8

The fund aims for long-term growth by investing in UK smaller companies. Investment is solely through the Artemis UK Smaller Companies Unit Trust.

Risk Rating EQ FI OS SC

SW BlackRock UK Smaller Companies CS8

The fund aims for long-term growth by investing in UK smaller companies which the Fund Manager considers to have above average long-term growth prospects. The fund invests solely through the BlackRock UK Smaller Companies Unit Trust.

Risk Rating CP EQ SC

SW Liontrust UK Smaller Companies CS8

Liontrust describe their fund's aim as follows: To provide long-term capital growth by investing primarily in smaller UK companies displaying a high degree of Intellectual Capital and employee motivation through equity ownership in their business model.

Risk Rating DV EQ SC

Specialist

The following funds are in the Specialist sector because they do not meet any existing sector criteria or because comparison of the fund to a sector would not be relevant.

Scottish Widows Adventurous Solution CS8

To provide capital growth through investment in other funds to provide exposure to a mix of asset classes. At least 65% of the Fund will provide exposure to shares. This may include UK, overseas and emerging markets shares. A maximum of 25% of the Fund may provide exposure to fixed interest securities. This may include sterling denominated and overseas high yield bond funds and sterling denominated and overseas investment grade bond funds. These may include corporate, government, covered bonds and index-linked bonds. A maximum of 15% of the Fund may provide exposure to property. This may include UK and overseas property funds. The Fund may also provide exposure to absolute return strategies, private equity, commodities and (directly or indirectly) cash and cash like investments. Scottish Widows determines the percentage of the Fund normally allocated to each asset class based on its medium to long term outlook for that asset class.

Scottish Widows may review and change this from time to time based on their view at that time. The Fund Manager may make shorter term changes to the above, by allocating more or less to specific asset classes, based on their short term view of the asset class. The underlying funds used by the Fund may be managed on an active or passive basis and can include those managed by Scottish Widows and its associates. Derivatives may be used in a way that is designed to reduce risk or cost and/or generate extra income or growth for the Fund (often referred to as efficient portfolio management).

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating AR CIS EM EQ FI HY OS PY PYS

Scottish Widows Balanced Portfolio CS8

The fund aims to achieve long-term growth by investing mainly in multi-manager funds. The fund will invest in a balance of equity and fixed interest security funds (these fixed interest security funds will invest mainly in high quality fixed interest securities, including corporate bonds). The equity and fixed interest security funds will invest in UK and overseas markets. The multi-manager funds are currently provided by a subsidiary of Aberdeen Asset Management and by the Russell Investment Group. Exposure to the multi-manager funds is currently provided through

the Scottish Widows Balanced Portfolio OEIC Fund although investment may be made through other unit linked funds, collective investment schemes, or directly to meet the stated fund aims.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating AR CIS DV EM EQ FI HY OS PY PYS

Scottish Widows Balanced Solution CS8

To provide capital growth through investment in other funds to provide exposure to a mix of asset classes. Between 25% and 65% of the Fund will provide exposure to shares. This may include UK, overseas and emerging markets shares. Between 15% and 45% of the Fund will provide exposure to fixed interest securities. This will include sterling denominated investment grade bond funds which may consist of corporate and UK government bonds, covered bonds and index-linked bonds. It may also invest in overseas corporate and government bond funds and high yield bond funds. A maximum of 25% of the Fund will provide exposure to property. This may include UK and overseas property funds. The Fund may also provide exposure to absolute return strategies, private equity, commodities and (directly or indirectly) cash and cash like investments. Scottish Widows determines the percentage of the Fund

normally allocated to each asset class based on its medium to long term outlook for that asset class. Scottish Widows may review and change this from time to time based on their view at that time. The Fund Manager may make shorter term changes to the above, by allocating more or less to specific asset classes, based on their short term view of the asset class. The underlying funds used by the Fund may be managed on an active or passive basis and can include those managed by Scottish Widows and its associates. Derivatives may be used in a way that is designed to reduce risk or cost and/or generate extra income or growth for the Fund (often referred to as efficient portfolio management).

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating AR CIS EM EQ FI HY OS PY PYS

Scottish Widows Cautious Portfolio CS8

The fund aims to achieve long-term growth by investing mainly in multi-manager funds. The fund will invest at least 80% in fixed interest security funds (investing mainly in high quality fixed interest securities, including corporate bonds), with a low proportion in equity funds. The fixed interest security and equity funds will invest in UK and overseas markets. The multimanager funds are currently provided by a subsidiary of Aberdeen Asset Management and by the Russell Investment Group. Exposure to the multi-manager funds is currently provided through the

Scottish Widows Cautious Portfolio OEIC Fund although investment may be made through other unit linked funds, collective investment schemes, or directly to meet the stated fund aims.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating AR CIS DV EM EQ FI HY OS PY PYS

Scottish Widows Cautious Solution CS8

To provide capital growth through investment in other funds to provide exposure to a mix of asset classes. Between 45% and 75% of the Fund will provide exposure to fixed interest securities. This will include sterling denominated investment grade bond funds which may consist of corporate and UK government bonds, covered bonds and index-linked bonds. It may also invest in overseas corporate and government bonds funds and high yield bond funds. A maximum of 35% of the Fund will provide exposure to shares. This may include UK, overseas and emerging markets shares. A maximum of 25% of the Fund will provide exposure to property. This may include UK and overseas property funds. The Fund may also provide exposure to absolute return strategies, private equity, commodities and (directly or indirectly) cash and cash like investments. Scottish Widows determines the percentage of the Fund

normally allocated to each asset class based on its medium to long term outlook for that asset class. Scottish Widows may review and change this from time to time based on their view at that time. The Fund Manager may make shorter term changes to the above, by allocating more or less to specific asset classes, based on their short term view of the asset class. The underlying funds used by the Fund may be managed on an active or passive basis and can include those managed by Scottish Widows and its associates. Derivatives may be used in a way that is designed to reduce risk or cost and/or generate extra income or growth for the Fund (often referred to as efficient portfolio management).

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating AR CIS EM EQ FI HY OS PY PYS

Scottish Widows Defensive Solution CS8

To provide capital growth through investment in other funds to provide exposure to a mix of asset classes. Between 40% and 80% of the Fund will provide exposure to fixed interest securities. This will include sterling denominated investment grade bond funds which may consist of corporate and UK government bonds, covered bonds and index-linked bonds. It may also invest in overseas corporate and government bond funds and high yield bond funds. A maximum of 30% of the Fund will provide exposure to shares. This may include UK, overseas and emerging market shares. A maximum of 20% of the Fund will provide exposure to property. This may include UK and overseas property funds. The Fund may also provide exposure to absolute return strategies, private equity, commodities and (directly or indirectly) cash and cash like

investments. Scottish Widows determines the percentage of the Fund normally allocated to each asset class based on its medium to long term outlook for that asset class. Scottish Widows may review and change this from time to time based on their view at that time. The underlying funds used by the Fund may be managed on an active or passive basis and can include those managed by Scottish Widows and its associates. Derivatives may be used in a way that is designed to reduce risk or cost and/or generate extra income or growth for the Fund (often referred to as efficient portfolio management).

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating AR CIS EM EQ FI HY OS PY PYS

Scottish Widows Discovery Solution CS8

To provide capital growth through investment in other funds to provide exposure to a mix of asset classes. Between 20% and 55% of the Fund will provide exposure to fixed interest securities. This will include sterling denominated investment grade bond funds which may consist of corporate and UK government bonds, covered bonds and index-linked bonds. It may also invest in overseas corporate and government bond funds and high yield bond funds. Between 20% and 55% of the Fund will provide exposure to shares. This may include UK, overseas and emerging markets shares. A maximum of 25% of the Fund will provide exposure to property. This may include UK and overseas property funds. The Fund may also provide exposure to absolute return strategies, private equity, commodities and (directly or indirectly) cash and cash like investments. Scottish Widows determines the percentage of the Fund

normally allocated to each asset class based on its medium to long term outlook for that asset class. Scottish Widows may review and change this from time to time based on their view at that time. The Fund Manager may make shorter term changes to the above, by allocating more or less to specific asset classes, based on their short term view of the asset class. The underlying funds used by the Fund may be managed on an active or passive basis and can include those managed by Scottish Widows and its associates. Derivatives may be used in a way that is designed to reduce risk or cost and/or generate extra income or growth for the Fund (often referred to as efficient portfolio management).

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating AR CIS EM EQ FI HY OS PY PYS

Scottish Widows Dynamic Solution CS8

To provide capital growth through investment in other funds to provide exposure to a mix of asset classes. Between 55% and 85% of the Fund will provide exposure to shares. This may include UK, overseas and emerging markets shares. A maximum of 30% of the Fund will provide exposure to fixed interest securities. This may include sterling denominated and overseas high yield bond funds and sterling denominated and overseas investment grade bond funds. These may include corporate, government, covered bonds and index-linked bonds. A maximum of 25% of the Fund will provide exposure to property. This may include UK and overseas property funds. The Fund may also provide exposure to absolute return strategies, private equity, commodities and (directly or indirectly) cash and cash like investments. Scottish Widows determines the percentage of the Fund normally allocated to each asset class based

on its medium to long term outlook for that asset class. Scottish Widows may review and change this from time to time based on their view at that time. The Fund Manager may make shorter term changes to the above, by allocating more or less to specific asset classes, based on their short term view of the asset class. The underlying funds used by the Fund may be managed on an active or passive basis and can include those managed by Scottish Widows and its associates. Derivatives may be used in a way that is designed to reduce risk or cost and/or generate extra income or growth for the Fund (often referred to as efficient portfolio management).

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating AR CIS EM EQ FI HY OS PY PYS

Scottish Widows Progressive Portfolio CS8

The fund aims to achieve long-term growth by investing mainly in multi-manager funds. The fund will invest up to a maximum of 85% in equity funds with a moderate proportion in fixed interest security funds (the fixed interest security funds will invest mainly in high quality fixed interest securities, including corporate bonds). The equity and fixed interest security funds will invest in UK and overseas markets. The multi-manager funds are currently provided by a subsidiary of Aberdeen Asset Management and by the Russell Investment Group. Exposure to the

multimanager funds is currently provided through the Scottish Widows Progressive Portfolio OEIC Fund although investment may be made through other unit linked funds, collective investment schemes, or directly to meet the stated fund aims.

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating AR CIS DV EM EQ FI HY OS PY PYS

Scottish Widows Specialist Global Equity CS8

The investment objective of the Fund is to provide investors with long-term capital growth primarily through direct and indirect investment in a portfolio of equity securities issued by companies from around the world. The Fund will invest wholly into the HSBC Islamic Global Equity Index Fund.

Risk Rating EM EQ IN OS

Scottish Widows Strategic Solution CS8

To provide capital growth through investment in other funds to provide exposure to a mix of asset classes. Between 50% and 80% of the Fund will provide exposure to shares. This may include UK, overseas and emerging markets shares. A maximum of 35% of the Fund will provide exposure to fixed interest securities. This may include sterling denominated investment grade bond funds which may consist of corporate and UK government bonds, covered bonds and index-linked bonds. The Fund may also invest in overseas corporate and government bond funds and high yield bonds funds. A maximum of 25% of the Fund will provide exposure to property. This may include UK and overseas property funds. The Fund may also provide exposure to absolute return strategies, private equity, commodities and (directly or indirectly) cash and cash like investments. Scottish Widows determines the percentage of the Fund

normally allocated to each asset class based on its medium to long term outlook for that asset class. Scottish Widows may review and change this from time to time based on their view at that time. The Fund Manager may make shorter term changes to the above, by allocating more or less to specific asset classes, based on their short term view of the asset class. The underlying funds used by the Fund may be managed on an active or passive basis and can include those managed by Scottish Widows and its associates. Derivatives may be used in a way that is designed to reduce risk or cost and/or generate extra income or growth for the Fund (often referred to as efficient portfolio management).

Fund Changes – www.scottishwidows.co.uk/global/fundchanges

Risk Rating AR CIS EM EQ FI HY OS PY PYS

SW abrdn Global Absolute Return Strategies CS8

abrdn describe their fund's aim as follows: The fund aims to provide positive investment returns in all market conditions over the medium to long term. The investment team who actively manage the fund have a wide investment remit to help them try to achieve this aim. The team look to exploit market inefficiencies through active allocation to highly diversified market positions. The fund manager utilises a combination of traditional assets (such as equities and

bonds) and investment strategies based on advanced derivative techniques resulting in a highly diversified portfolio.

The fund can take long and short positions in markets, securities and groups of securities through derivative contracts.

Risk Rating AR CIS DV EM EQ FI HY OS PY

SW AXA Framlington Biotech CS8

The objective of the Fund is to provide long-term capital appreciation by investing principally in equity securities of companies in biotechnology, genomic and medical research industries worldwide.

Risk Rating EQ OS SC

SW Baillie Gifford Multi Asset Growth CS8

To achieve (after deduction of costs): an annualised return over five years that is 3.5% more than UK Base Rate, a positive return over three-year periods & annualised volatility of returns below 10%. Please see the Baillie Gifford website for full details.

Risk Rating AR DV EM EQ FI OS PYS

SW BNY Mellon Global Absolute Return CS8

BNY Mellon describe their fund's aim as follows: To deliver positive returns on an annual basis with the prospect of attractive long-term capital growth. The sub-fund aims to deliver cash Quarterly SONIA +4% on a rolling annualised 5 year basis before fees. However, a positive return is not guaranteed and a capital loss may occur. The policy of the

fund is to gain exposure through a dynamic allocation to a range of asset classes including: fixed income, cash, near cash and deposits, equities, property, commodities and infrastructure.

Risk Rating AR CP DV EM EQ FI HY OS PYS

SW BNY Mellon Real Return CS8

To achieve a rate of return in sterling terms that is equal to or above a minimum return from cash (SONIA (30-day compounded)) + 4% per annum over five years before fees. In doing so, it aims to achieve a positive return on a rolling three year basis (meaning a period of three years, no matter

which day you start on). However, capital is in fact at risk and there is no guarantee that this will be achieved over that, or any, time period.

Risk Rating AR DV EM EQ FI FIG OS PYS

SW CT Latin America CS8

The Fund aims to achieve capital growth over the long term. It looks to outperform the MSCI EM Latin America 10/40 Index over rolling 3-year periods, after the deduction of charges.

Risk Rating EM EQ OS

SW Nordea 1 – GBP Diversified Return CS8

Nordea describe their fund's aim as follows: To preserve capital and provide stable growth. Investments are made globally in equities, bonds (including bonds convertible in equity shares) and money market instruments denominated in various currencies in anticipation of up and down movements. Assets will typically consist of Equity Related Securities and Debt Securities. The fund may accessarily hold cash.

Risk Rating AR EM EQ ESG FI HY OS

SW Schroder Diversified Growth CS8

The Fund aims to provide capital growth and income of the ICE BofA Sterling 3-Month Government Bill Index plus 4.5% per annum (before fees have been deducted) over a five-to-seven year period by investing in a diversified range of assets and markets worldwide. This cannot be guaranteed and could change according to prevailing market conditions. Your capital is at risk.

The Fund aims to achieve this with a target average annual volatility (a measure of how much the Fund's returns may vary over a year) over a five-to-seven year period of less than 67% of that of global stock markets (represented by the MSCI All Country World GBP hedged index). The Fund seeks to achieve its investment objective by investing up to 100% in the Schroder Diversified Growth Fund.

Risk Rating AR CIS DV EQ FI HY OS PYS

SW SSGA Strategic Diversified CS8

State Street Global Advisors describe their fund's aim as follows: SSgA's Diversified Beta Fund invests 100% passively across a wide range of traditional and alternative asset classes, markets and securities. It targets returns in line with a traditional balanced portfolio comprised of 60% equities and 40% bonds.

Risk Rating AR DV EQ FI

Specific Risk

This fund can invest in exchange traded funds (ETFs), including synthetic ETFs. An ETF is an investment traded on a stock exchange which is designed to track an index or asset class. An ETF's price should rise and fall in line with its index, meaning it offers potential for growth but also carries a risk of capital loss. A synthetic ETF doesn't hold the underlying investments of the index or assets. Instead, it invests in alternative assets such as derivatives or swaps whereby a third party (known as a counterparty) pays the ETF the return on the index being tracked. There is a risk that the third party could fail to meet its obligations. To help mitigate this, the ETF holds a range of investments as collateral, which could be used if the third party fails. However, there is a risk that the value of this collateral might not be enough to cover the full amount owed by the third party.

Specialist (continued)

The Scottish Widows Pension Portfolio Funds are a range of 'multi-asset funds', meaning that they invest in more than one type of investment. They are designed to aim for different investment returns, but this means they also take different amounts of investment risk.

All the funds are risk rated according to the Scottish Widows investment approaches with the Pension Portfolio Five Fund at the lower end of the risk spectrum up to the Pension Portfolio One Fund at the higher end.

Most of these funds invest in stocks and shares (also known as equities) and fixed interest investments (also known as bonds). If a fund invests in equities, it means the fund is buying a small part of a company, usually one that is listed on a stock exchange. Equities rise and fall in value, and those who own them (or funds that invest in them) can also receive a slice of the company's profits in the form of dividend payments. Bonds are issued by a government or company to borrow money. The bond is bought by investors, who will normally receive annual interest payments and be repaid in full at a set later date. Bonds are generally regarded as less risky than equities, but can still rise and fall in value.

Our Pension Portfolio Five Fund is different, in that it invests mainly in 'cash' and 'near-cash' investments. In this case, 'cash' is not the same thing as the money in a normal bank account. A 'cash fund' may hold different types of 'cash-like' investments that have similar characteristics to bank deposits – such as a fixed rate of interest, quick access and low risk of capital loss. Cash funds mainly hold investments that mature (i.e. pay out) in the short term (weeks), but can hold assets with slightly longer periods to maturity. A longer period to maturity often means the fund manager is trying to earn a slightly higher return by taking a little more risk, which leads to the potential for slightly higher returns and risks than a bank deposit account. The fund will fluctuate in value because of, among other things, charges and possible falls in interest payments, so investors can get back less than they invest. There is also the risk that this type of fund will not keep pace with inflation, which would mean prices in shops rise quicker than your investment increases in value, so its spending power is reduced. Pension Portfolios One to Five are used in our lifestyle options; Pension Investment Approaches and Governed Investment Strategies.

Scottish Widows Pension Portfolio A CS8

The Fund aims to deliver long-term growth by investing in other funds. The Fund invests with an emphasis on equities including a small proportion in listed property securities, with the remainder in fixed interest securities, by investing predominately in passive* index tracking funds. A small proportion may be actively managed. The equity investments cover a mix of geographic regions and can include the UK, other developed markets and emerging markets. The fixed interest securities can be in sterling or other currencies, including emerging markets, and may be issued by governments or companies. The property securities can be in the UK and overseas. The Fund may also invest a small proportion in cash. Non-sterling investment may be hedged back to sterling. Hedging aims to reduce

the effect of fluctuations in the exchange rates between the currency of the asset and the currency of the Fund. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest with an emphasis on equities. *Passive management is where the fund manager aims to match a benchmark index and will buy, sell or hold investments depending on the components of that index. Active management is where the fund manager seeks to add value by making decisions on which investments to buy, sell or hold depending on, for example company, market or economic factors.

Risk Rating CIS EM EQ FI OS PYS

Scottish Widows Pension Portfolio B CS8

The Fund aims to deliver long-term growth by investing in other funds. The Fund invests in a balance of equities including a small proportion in listed property securities, and fixed interest securities, by investing predominately in passive* index tracking funds. A small proportion may be actively managed. The equity investments cover a mix of geographic regions and can include the UK, other developed markets and emerging markets. The fixed interest securities can be in sterling or other currencies including emerging markets, and may be issued by governments or companies. The property securities can be in the UK and overseas. The Fund may also invest a small proportion in cash. Non-sterling investment may be hedged back to sterling. Hedging aims to reduce the effect of fluctuations in the exchange

rates between the currency of the asset and the currency of the Fund. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest in a balance of equities and fixed interest securities. *Passive management is where the fund manager aims to match a benchmark index and will buy, sell or hold investments depending on the components of that index. Active management is where the fund manager seeks to add value by making decisions on which investments to buy, sell or hold depending on, for example company, market or economic factors.

Risk Rating CIS EM EQ FI OS PYS

Scottish Widows Pension Portfolio C CS8

The Fund aims to deliver long-term growth by investing in other funds. The Fund invests primarily in fixed interest securities, with a proportion in equities including a small proportion in listed property securities, by investing predominately in passive* index tracking funds. A small proportion may be actively managed. The equity investments cover a mix of geographic regions and can include the UK, other developed markets and emerging markets. The fixed interest securities can be in sterling or other currencies, including emerging markets, and may be issued by governments or companies. The property securities can be in the UK and overseas. The Fund may also invest a small proportion in cash. Non-sterling investment may be hedged back to sterling. Hedging aims to reduce the effect of fluctuations in the exchange rates between

the currency of the asset and the currency of the Fund. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest primarily in fixed interest securities. *Passive management is where the fund manager aims to match a benchmark index and will buy, sell or hold investments depending on the components of that index. Active management is where the fund manager seeks to add value by making decisions on which investments to buy, sell or hold depending on, for example company, market or economic factors.

Risk Rating CIS EM EQ FI OS PYS

Scottish Widows Pension Portfolio One CS8

The Fund aims to deliver long-term growth by investing in other funds. The Fund invests almost exclusively in equities including a small proportion in listed property securities, by investing predominately in passive* index tracking funds. A small proportion may be actively managed. The equity investments cover a mix of geographic regions and can include the UK, other developed markets and emerging markets. The property securities can be in the UK and overseas. The Fund may also invest a small proportion in cash. Non-sterling investment may be hedged back to

sterling. Hedging aims to reduce the effect of fluctuations in the exchange rates between the currency of the asset and the currency of the Fund. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest almost exclusively in equities.

Risk Rating CIS EM EQ OS PYS

Scottish Widows Pension Portfolio Two CS8

The Fund aims to deliver long-term growth by investing in other funds. The Fund invests predominantly in equities including a small proportion in listed property securities, with some exposure to fixed interest securities, by investing predominately in passive* index tracking funds. A small proportion may be actively managed. The equity investments cover a mix of geographic regions and can include the UK, other developed markets and emerging markets. The fixed interest securities can be in sterling or other currencies, including emerging markets, and may be issued by governments or companies. The property securities can be in the UK and overseas. The Fund may also invest a small proportion in cash. Non-sterling investment may be hedged back to sterling. Hedging aims to reduce

the effect of fluctuations in the exchange rates between the currency of the asset and the currency of the Fund. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest predominantly in equities. *Passive management is where the fund manager aims to match a benchmark index and will buy, sell or hold investments depending on the components of that index. Active management is where the fund manager seeks to add value by making decisions on which investments to buy, sell or hold depending on, for example company, market or economic factors.

Risk Rating CIS EM EQ FI OS PYS

Scottish Widows Pension Portfolio Three CS8

The Fund aims to deliver long-term growth by investing in other funds. The Fund invests primarily in equities including a small proportion in listed property securities, with a proportion in fixed interest securities, by investing predominately in passive* index tracking funds. A small proportion may be actively managed. The equity investments cover a mix of geographic regions and can include the UK, other developed markets and emerging markets. The fixed interest securities can be in sterling or other currencies, including emerging markets, and may be issued by governments or companies. The property securities can be in the UK and overseas. The Fund may also invest a small proportion in cash. Non-sterling investment may be hedged back to sterling. Hedging aims to reduce

the effect of fluctuations in the exchange rates between the currency of the asset and the currency of the Fund. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest primarily in equities. *Passive management is where the fund manager aims to match a benchmark index and will buy, sell or hold investments depending on the components of that index. Active management is where the fund manager seeks to add value by making decisions on which investments to buy, sell or hold depending on, for example company, market or economic factors.

Risk Rating CIS EM EQ FI OS PYS

Scottish Widows Pension Portfolio Four CS8

The Fund aims to deliver long-term growth by investing in other funds. The Fund invests with an emphasis on fixed interest securities, with the remainder in equities including a small proportion in listed property securities, by investing predominately in passive* index tracking funds. A small proportion may be actively managed. The fixed interest securities can be in sterling or other currencies, including emerging markets, and may be issued by governments or companies. The equity investments cover a mix of geographic regions and can include the UK, other developed markets and emerging markets. The property securities can be in the UK and overseas. The Fund may also invest a small proportion in cash. Non-sterling investment may be hedged back to sterling. Hedging aims to reduce the effect of fluctuations in the exchange rates between the currency

of the asset and the currency of the Fund. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest with an emphasis on fixed interest securities. *Passive management is where the fund manager aims to match a benchmark index and will buy, sell or hold investments depending on the components of that index. Active management is where the fund manager seeks to add value by making decisions on which investments to buy, sell or hold depending on, for example company, market or economic factors.

Risk Rating CIS EM EQ FI OS PYS

Specialist (continued)

The Scottish Widows Premier Pension Portfolio Funds are a range of 'multi-asset funds' built on our Pension Portfolio Funds, which aim to offer better potential returns than our Pension Portfolio Funds, while targeting broadly the same levels of volatility. The key difference is that, in addition to investing in traditional equities and bonds, the Premier Pension Portfolio Funds include specialised investment strategies, more asset classes and a degree of active management. All the funds are risk rated according to the Scottish Widows investment approaches with the Premier Pension Portfolio Five Fund at the lower end of the risk spectrum up to the Premier Pension Portfolio One Fund at the higher end.

Premier Pension Portfolios One to Five are used in our lifestyling options; Premier Pension Investment Approaches and Premier Governed Investment Strategies.

Scottish Widows Premier Pension Portfolio A CS8

The Fund aims to provide long term growth by providing exposure mainly to overseas and UK equities. In addition, it also has a proportion in corporate bonds and other fixed interest securities as well as some exposure to property. A proportion of the fund will use absolute return strategies. The asset mix of the Fund will be reviewed periodically by

Scottish Widows, and may be amended if a review indicates that it would be in the investors' best interest to do so. This means in the future the Fund could be invested in different funds and additional asset types.

Risk Rating AR CIS EM EQ FI OS PY

Scottish Widows Premier Pension Portfolio B CS8

The Fund aims to provide long term growth by providing exposure mainly to overseas and UK equities, but with a significant proportion in corporate bonds and other fixed interest securities. It also has exposure to property. A proportion of the fund will use absolute return strategies. The asset mix of the Fund will be reviewed periodically by

Scottish Widows, and may be amended if a review indicates that it would be in the investors' best interest to do so. This means in the future the Fund could be invested in different funds and additional asset types.

Risk Rating AR CIS EM EQ FI OS PY

Scottish Widows Premier Pension Portfolio C CS8

The Fund aims to provide long term growth by providing exposure mainly to corporate bonds and other fixed interest securities, but also with proportions in overseas and UK equities and property. A proportion of the fund will use absolute return strategies. The asset mix of the Fund will be reviewed periodically by Scottish Widows, and may

be amended if a review indicates that it would be in the investors' best interest to do so. This means in the future the Fund could be invested in different funds and additional asset types.

Risk Rating AR CIS EM EQ FI OS PY

Scottish Widows Premier Pension Portfolio 1 CS8

The Fund aims to provide long term growth by providing exposure almost exclusively to overseas and UK equities. A small proportion of the fund will use absolute return strategies. The asset mix of the Fund will be reviewed periodically by Scottish Widows, and may be amended if

a review indicates that it would be in the investors' best interest to do so. This means in the future the Fund could be invested in different funds and additional asset types.

Risk Rating AR CIS EM EQ OS

Scottish Widows Premier Pension Portfolio 2 CS8

The Fund aims to provide long term growth by providing exposure predominantly to overseas and UK equities. In addition, it also has some exposure to property and some small exposure to corporate bonds and other fixed interest securities. A small proportion of the fund will use absolute return strategies. The asset mix of the Fund will be reviewed

periodically by Scottish Widows, and may be amended if a review indicates that it would be in the investors' best interest to do so. This means in the future the Fund could be invested in different funds and additional asset types.

Risk Rating DV EM EQ FI OS PYS

Scottish Widows Premier Pension Portfolio 3 CS8

The Fund aims to provide long term growth by providing exposure primarily to overseas and UK equities. In addition, it also has some exposure to corporate bonds and other fixed interest securities and property. A proportion of the fund will use absolute return strategies. The asset mix of the Fund will be reviewed periodically by Scottish Widows, and

may be amended if a review indicates that it would be in the investors' best interest to do so. This means in the future the Fund could be invested in different funds and additional asset types.

Risk Rating AR CIS EM EQ FI OS PY

Scottish Widows Premier Pension Portfolio 4 CS8

The Fund aims to provide long term growth by providing exposure to a balance of corporate bonds and other fixed interest securities together with exposure to overseas and UK equities and property. A proportion of the fund will use absolute return strategies. The asset mix of the Fund will be reviewed periodically by Scottish Widows, and may

be amended if a review indicates that it would be in the investors' best interest to do so. This means in the future the Fund could be invested in different funds and additional asset types.

Risk Rating AR CIS EM EQ FI OS PY

Scottish Widows Premier Pension Portfolio 5 CS8

The Fund aims to provide high levels of capital security by providing exposure mainly to high quality short term securities. These include fixed or floating rate debt instruments such as deposits, commercial paper, short term notes, asset backed securities, corporate bonds and cash. The asset mix of the Fund will be reviewed periodically by Scottish Widows, and may be amended if a review indicates that it would be in the investors' best interest to do so. This means in the future the Fund could be invested in different funds and additional asset types.

Risk Rating CIS FI OS

Specific Risk

Some of the securities in which this Fund invests might default or their credit rating might fall. The value of those investments will usually fall should an issuer default or receive a reduced credit rating. Fluctuations in interest rates are likely to affect the value of the securities held by the Fund. If interest rates rise, the value of the units is likely to fall and vice versa.

The Fund therefore carries a relatively modest risk to capital.

Specialist (continued)

The Scottish Widows Retirement Portfolio Funds are innovative funds that provide options for people who have chosen to remain invested in retirement and use drawdown as a flexible way to use their pension pot for income.

Each fund invests in a mix of UK and global equities and bonds. They aim to deliver an opportunity for long-term investment growth which has the potential to reduce the impact of inflation. They also incorporate a process to reduce exposure to equities (shares) when stock markets are significantly volatile; with the aim of reducing investment losses and helping money last longer. They do not carry any form of guarantee.

Scottish Widows Retirement Portfolio 10-40 CS8

This Fund has been designed for customers who intend to stay invested during retirement and take withdrawals from their pension pot. It aims to deliver long term growth, while taking steps intended to reduce losses from its equity investments in periods of significant market volatility. The Fund doesn't provide any form of guarantee. The Fund invests primarily in fixed interest securities but with a proportion in equities including a small proportion in listed property securities, by investing almost exclusively in passive* index tracking funds. A small proportion may be actively managed. The fixed interest securities can be in sterling or other currencies, including emerging markets, and may be issued by governments or companies. Equity investments cover a mix of geographic regions and can include developed and emerging markets. The property securities can be in the UK and overseas. The Fund may also invest a small proportion in cash. Non-sterling investment may be hedged back to sterling. Hedging aims to reduce the effect of fluctuations in the exchange rates between the currency of the asset and the currency of the Fund. In times of significant market volatility, the Fund automatically reduces the equity exposure with the aim of limiting losses from equities. We calculate a threshold using a blend of

long term equity volatility and recent equity performance. If this threshold is exceeded, the Fund will use derivatives to reduce equity exposure. In some circumstances this could mean the equity exposure reduces below the lower limit of its 10% to 40% range. While this may reduce the impact of equity market falls on the Fund, it may also mean that the Fund doesn't fully benefit during any equity market recovery. The threshold can change over time, enabling the Fund to adapt to different market conditions. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest primarily in fixed interest securities. The Fund may also change the steps intended to reduce losses from equity investments. * Passive management is where the fund manager aims to match a benchmark index and will buy, sell or hold investments depending on the components of that index. Active management is where the fund manager seeks to add value by making decisions on which investments to buy, sell or hold depending on, for example company, market or economic factors.

Risk Rating CIS DVM EM EQ FI OS PYS

Scottish Widows Retirement Portfolio 30-60 CS8

This Fund has been designed for customers who intend to stay invested during retirement and take withdrawals from their pension pot. It aims to deliver long term growth, while taking steps intended to reduce losses from its equity investments in periods of significant market volatility. The Fund doesn't provide any form of guarantee. The Fund invests in a balance of fixed interest securities and equities including a small proportion in listed property securities, by investing almost exclusively in passive* index tracking funds. A small proportion may be actively managed. The fixed interest securities can be in sterling or other currencies, including emerging markets, and may be issued by governments or companies. Equity investments cover a mix of geographic regions and can include developed and emerging markets. The property securities can be in the UK and overseas. The Fund may also invest a small proportion in cash. Non-sterling investment may be hedged back to sterling. Hedging aims to reduce the effect of fluctuations in the exchange rates between the currency of the asset and the currency of the Fund. In times of significant market volatility, the Fund automatically reduces the equity exposure with the aim of limiting losses from equities. We calculate a threshold using a blend of long term equity

volatility and recent equity performance. If this threshold is exceeded, the Fund will use derivatives to reduce equity exposure. In some circumstances this could mean the equity exposure reduces below the lower limit of its 30% to 60% range. While this may reduce the impact of equity market falls on the Fund, it may also mean that the Fund doesn't fully benefit during any equity market recovery. The threshold can change over time, enabling the Fund to adapt to different market conditions. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest in a balance of fixed interest securities and equities. The Fund may also change the steps intended to reduce losses from equity investments. **Passive management is where the fund manager aims to match a benchmark index and will buy, sell or hold investments depending on the components of that index. Active management is where the fund manager seeks to add value by making decisions on which investments to buy, sell or hold depending on, for example company, market or economic factors.

Risk Rating CIS DVM EM EQ FI OS PYS

Scottish Widows Retirement Portfolio 50-80 CS8

This Fund has been designed for customers who intend to stay invested during retirement and take withdrawals from their pension pot. It aims to deliver long term growth, while taking steps intended to reduce losses from its equity investments in periods of significant market volatility. The Fund doesn't provide any form of guarantee. The Fund invests primarily in equities including a small proportion in listed property securities, but with a proportion in fixed interest securities, by investing almost exclusively in passive* index tracking funds. A small proportion may be actively managed. The fixed interest securities can be in sterling or other currencies, including emerging markets, and may be issued by governments or companies. Equity investments cover a mix of geographic regions and can include developed and emerging markets. The property securities can be in the UK and overseas. The Fund may also invest a small proportion in cash. Non sterling investment may be hedged back to sterling. Hedging aims to reduce the effect of fluctuations in the exchange rates between the currency of the asset and the currency of the Fund. In times of significant market volatility, the Fund automatically reduces the equity exposure with the aim of limiting losses from equities. We calculate a threshold using a blend of

long term equity volatility and recent equity performance. If this threshold is exceeded, the Fund will use derivatives to reduce equity exposure. In some circumstances this could mean the equity exposure reduces below the lower limit of its 50% to 80% range. While this may reduce the impact of equity market falls on the Fund, it may also mean that the Fund doesn't fully benefit during any equity market recovery. The threshold can change over time, enabling the Fund to adapt to different market conditions. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest primarily in equities. The Fund may also change the steps intended to reduce losses from equity investments. *Passive management is where the fund manager aims to match a benchmark index and will buy, sell or hold investments depending on the components of that index. Active management is where the fund manager seeks to add value by making decisions on which investments to buy, sell or hold depending on, for example company, market or economic factors.

Risk Rating CIS DVM EM EQ FI OS PYS

Scottish Widows Retirement Portfolio 70-100 CS8

This Fund has been designed for customers who intend to stay invested during retirement and take withdrawals from their pension pot. It aims to deliver long term growth, while taking steps intended to reduce losses from its equity investments in periods of significant market volatility. The Fund doesn't provide any form of guarantee. The Fund invests predominantly in equities including a small proportion in listed property securities, but with some exposure to fixed interest securities, by investing almost exclusively in passive* index tracking funds. A small proportion may be actively managed. The fixed interest securities can be in sterling or other currencies, including emerging markets, and may be issued by governments or companies. Equity investments cover a mix of geographic regions and can include developed and emerging markets. The property securities can be in the UK and overseas. The Fund may also invest a small proportion in cash. Non-sterling investment may be hedged back to sterling. Hedging aims to reduce the effect of fluctuations in the exchange rates between the currency of the asset and the currency of the Fund. In times of significant market volatility, the Fund automatically reduces the equity exposure with the aim of limiting losses from equities. We calculate a threshold

using a blend of long term equity volatility and recent equity performance. If this threshold is exceeded, the Fund will use derivatives to reduce equity exposure. In some circumstances this could mean the equity exposure reduces below the lower limit of its 70% to 100% range. While this may reduce the impact of equity market falls on the Fund, it may also mean that the Fund doesn't fully benefit during any equity market recovery. The threshold can change over time, enabling the Fund to adapt to different market conditions. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest predominantly in equities. The Fund may also change the steps intended to reduce losses from equity investments. *Passive management is where the fund manager aims to match a benchmark index and will buy, sell or hold investments depending on the components of that index. Active management is where the fund manager seeks to add value by making decisions on which investments to buy, sell or hold depending on, for example company, market or economic factors.

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