



ASSET MANAGEMENT

ROYAL LONDON ETHICAL BOND FUND

30.11.18

CITYWIRE / AAA

FUND OVERVIEW

Fund Manager(s)	Eric Holt
Fund Size	£669.35m
Fund Type	OEIC
Domicile	United Kingdom
ISA	Available and Eligible
Duration	7.6 years
Benchmark Duration	7.5 years
Benchmark Index	Markit iBoxx GBP Non Gilts
Investment Association Sector	Sterling Strategic Bond
Currency	GBP

Share Class M (Accumulation)

Unit Launch Date	26.11.12
Initial Charge	0.00%
Annual Charge	0.45%
Minimum Investment	£100,000
Ongoing Charges Figure (OCF)	0.51%
SEDOL	B8K6PK8
Mid Price	132.60p
Distribution Yield	3.74%
Underlying Yield	3.52%

Share Class M (Income)

Unit Launch Date	01.05.12
Initial Charge	0.00%
Annual Charge	0.45%
Minimum Investment	£100,000
Ongoing Charges Figure (OCF)	0.51%
SEDOL	B7MT2J6
Mid Price	115.80p
Distribution Yield	3.75%
Underlying Yield	3.52%

Share Class Z (Income)

Unit Launch Date	30.10.09
Initial Charge	0.00%
Annual Charge	0.30%
Minimum Investment	£1,000,000
Ongoing Charges Figure (OCF)	0.36%
SEDOL	B4TDBC6
Mid Price	109.70p
Distribution Yield	3.82%
Underlying Yield	3.67%

Overview

The investment objective of the fund is to maximise income and maintain capital over the medium (5 years) to long (7 years) term by investing in mainly Sterling denominated fixed interest securities issued by companies and organisations which meet the fund's predefined ethical criteria.

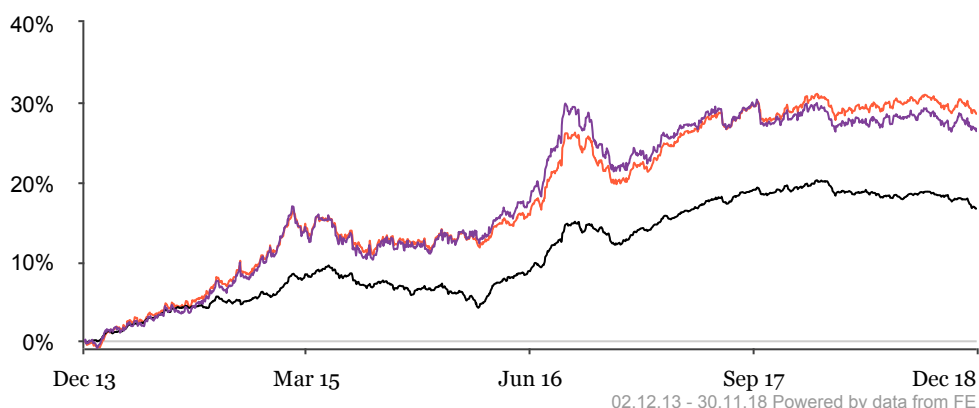
Year-on-year performance

	30.11.17 to 30.11.18	30.11.16 to 30.11.17	30.11.15 to 30.11.16	30.11.14 to 30.11.15	30.11.13 to 30.11.14
Share Class M (Accumulation)	-0.2%	7.0%	6.0%	2.4%	10.4%
Share Class M (Income)	-0.2%	7.0%	6.0%	2.4%	10.5%
Share Class Z (Income)	-0.1%	7.2%	6.1%	2.6%	10.7%
Sector Average	-2.0%	6.0%	5.0%	0.8%	6.0%
Benchmark Index	-1.2%	4.9%	7.6%	2.7%	9.8%

Cumulative Performance (as at 30.11.18)

	3 Months	6 Months	1 Year	3 Years	5 Years
Share Class M (Accumulation)	-1.5%	-1.0%	-0.2%	13.2%	28.1%
Share Class M (Income)	-1.5%	-1.1%	-0.2%	13.2%	28.1%
Share Class Z (Income)	-1.4%	-1.1%	-0.1%	13.7%	29.1%
Sector Average	-1.6%	-1.4%	-2.0%	9.0%	16.5%
Benchmark Index	-1.8%	-1.7%	-1.2%	11.5%	25.8%
Quartile Ranking	2	2	1	1	1

Performance Chart



■ Fund ■ Sector Average ■ Benchmark Index

Source: RLAM and FE as at 30.11.18. Mid to mid, net of fees and taxes, net income reinvested unless otherwise stated. Benchmark index performance gross of fees and taxes. Past performance is not a guide to future performance. The value of investments and the income from them is not guaranteed and may go down as well as up and investors may not get back the amount originally invested.

The UK government has announced that, from 6 April 2017, no tax will be deducted from any interest distributions.

Distribution History (Net)

	Sep 18	Jun 18	Mar 18	Dec 17
Share Class M (Income)	1.06p	1.06p	1.12p	1.13p
Share Class Z (Income)	1.02p	1.02p	1.08p	1.09p

Table above shows figures as at payment date.

Fund Manager(s)



Eric Holt

Lead Manager
Fund Manager tenure:
01.06.09



ALPHA MANAGER

CITYWIRE / AAA

Yield Definitions

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

Unrated Bonds

Unrated bonds are not rated by a credit rating agency. RLAM ascribes internal ratings for these bonds which will vary for each asset.

CONTACT DETAILS

Private Investors

For enquiries and dealing: Tel: 03456 04 04 04

Intermediaries

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

Institutional Investors

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

Risk Warning

Sub-investment grade bonds have characteristics which may result in a higher probability of default than investment grade bonds and therefore a higher risk.

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

Source: RLAM, Financial Express and HSBC as at 30.11.18, unless otherwise stated. Yield definitions are shown above.

Our ref: FF RLAM PD 0207

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Breakdowns exclude cash and futures.

Sector Breakdown

	Fund
Banks and financial services	21.4%
Consumer services	6.3%
Covered	2.1%
Insurance	11.1%
Investment trusts	2.8%
Real estate	4.7%
Social housing	13.4%
Structured	22.1%
Utilities	12.1%
Other	4.1%

Sector breakdown is based on internal classifications, reflecting what is in our view the primary characteristics of each bond.

Credit Breakdown

	Fund	Index
AAA	2.8%	20.5%
AA	5.7%	14.7%
A	24.5%	27.1%
BBB	40.0%	36.9%
BB and below	10.6%	0.7%
Unrated	16.4%	0.0%

Maturity Profile

	Fund	Index
0 - 5 years	22.9%	33.6%
5 - 10 years	37.0%	26.3%
10 - 15 years	15.2%	15.8%
15+ years	24.9%	24.2%

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

Top 10 Holdings as at 30.11.18

	Fund
AVIVA 6.125% RESET SUB NTS 14/11/2036 GBP(VAR)	1.1%
GREAT ROLLING STOCK CO LTD 6.875% BDS 27/07/35 GBP50000	1.0%
DELAMARE FINANCE 5.5457% 19/02/2029	0.9%
NBHA 3.625% 11/22/28	0.8%
HOUSING FINANCE CORP 8.625% 13/11/2023	0.8%
FIDELITY INTERNATIONAL 7.125% BDS 13/02/24 GBP100000	0.8%
SANTANDER UK 10.0625% PERP	0.8%
CO-OPERATIVE BANK PLC (THE) 4.75% GBL CVD BDS 11/11/21 GBP 2011-1	0.8%
EQUITY RELEASE 5.7% 26/02/2031	0.8%
CANARY WHARF FIANCE II (reg. -S-) A3 5.952%/01-22.01.2035	0.8%

Total **8.6%**

No of Holdings **366**

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