

UK-NSI Pre-Retirement Portfolio

Quarter 3 2019



Fund Objective

The fund aims to provide a diversified exposure to assets that reflect the broad characteristics of investments underlying the pricing of a typical non-inflation linked annuity product. The Fund is designed invest in assets that are likely to reflect the benefits elected by members at retirement. It is currently assumed that members will elect to take a proportion of their benefits as an annuity at retirement.

Fund Information

Provider: Mobius Life Limited.

Inception Date: 01/01/2019.

Annual Management Charge: As at 30/09/2019, annual management charges are estimated to be 0.110%. Annual management charges will vary depending on the underlying fund allocation.

Additional Expenses: In addition to the Annual Management Charge, periodic charges may also be applicable. As at 30/09/2019, periodic charges are estimated to be 0.000%. Periodic charges do not include the cost of buying and selling stocks for the Fund.

Pricing Structure: Single priced. In the event that the total value of units purchased on a particular day exceeds the value of requests to redeem units, the single price may be equal to the higher creation price. Conversely, this single price may be equal to the lower cancellation price.

Underlying Asset Allocation



■ L&G Life EK Pre-Retirement Fund

Performance	3 months to Q3 2019	1 Year to 30/09/19	1 Year to 30/09/18	1 Year to 30/09/17	1 Year to 30/09/16	1 Year to 30/09/15	Inception to 30/09/19
Fund	6.3 %	na	na	na	na	na	14.8 %

Past performance should not be seen as a guide to future performance as it may not be repeated. Performance shown net of the annual management charge and is net of additional expenses (if any) incurred within the fund.

General Market Commentary

Developed market equities edged higher in general during the quarter, while emerging market equities fell as global growth concerns and trade tensions continued. Government bond yields fell while the US yield curve inverted, which has historically been a barometer for recessions. The Supreme Court ruled unanimously against the UK government, deciding that new prime minister Boris Johnson gave unlawful advice to the Queen in order to force through a 5-week suspension of parliament. Johnson remains committed to taking the UK out of the EU at the end of October, with or without a deal, despite this looking less and less likely.

The Federal Reserve cut interest rates in the US by 0.25% in both July and September, amidst global growth concerns and trade tensions. Negotiations between the US and China will continue in Washington in October with markets speculating over an interim trade deal being reached. Meanwhile, US president Donald Trump is the subject of an impeachment inquiry, as he is accused of looking for help from Ukraine ahead of elections in 2020. The European Central Bank announced a new quantitative easing program of €20 billion net asset purchases for as long as required. This was accompanied by a 10bps cut in the main deposit facility rate to -0.5%.

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Note

Mobius Life Limited provides information on our products and services to enable you to make your own investment decisions, and this document should not be regarded as a personalised recommendation.

Fund performance is based on dealing valuations.

The value of investments may go down as well as up and investors may not get back the amount originally invested.

Asset allocations and choice of asset managers may change without notification. In the event of a redemption suspension being invoked by a third party (the underlying investment), Mobius Life Limited reserves the right to delay cancellation of the Units in that fund for the same period as the underlying investment.

Currency exchange rates may cause the value of overseas investments to rise or fall.

Where a fund is invested with another life company by means of a reinsurance arrangement, the risk of default by the reinsurer is borne by policyholders who invest in the relevant fund.

Investing in emerging markets involves a high degree of risk and should be seen as long term in nature.