

# Maturing Buy and Maintain Credit Fund 2020-2024



Unit-Linked Life Insurance Reported in GBP (Gross of charges)

## FUND AIM

The fund aims to provide investors with credit risk exposure through investing principally in a globally diversified portfolio of non-government bonds and avoiding investment in bonds which in the opinion of the Investment Manager are likely to default or experience a significant deterioration in credit quality.

## RISK AND REWARD PROFILE



The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

The risk indicator assumes you keep the product for 5 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

For more information, please refer to the Key Risks section on page 3.

## WHO IS THIS FUND FOR?

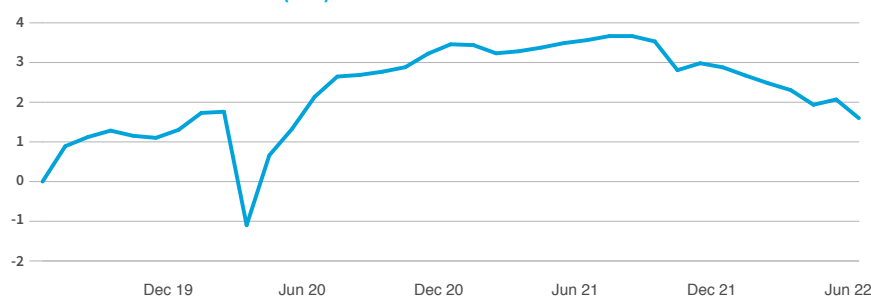
- The trustees of UK registered and certain non-UK registered defined benefit occupational pension schemes, which may be classified as either retail clients or professional clients.
- Although investors can take their money out at any time, the recommended minimum holding period is 5 years.
- Please refer to your professional advisor who should be able to advise you on the suitability of this fund for your scheme.

## FUND FACTS

Fund size <b>£303.2m</b>	Base currency <b>GBP</b>	Benchmark -	
Launch date <b>Jun 2019</b>	Domicile <b>United Kingdom</b>	Gross redemption yield <b>3.10% (hedged)</b>	Modified duration <b>0.89 years</b>

Gross redemption yield is calculated gross of LGIM's investment management fees, but net of the estimated cost of hedging overseas interest rates and FX exposure.

## PERFORMANCE (%)



	YTD	3m	6m	1y	3y	Launch
■ Fund	-1.27	-0.70	-1.27	-1.92	0.48	0.48

## CALENDAR YEAR PERFORMANCE (%)

	2021	2020	2019	2018	2017
Fund	-0.55	2.18	-	-	-

All performance periods over a year will be annualised. Source: LGIM. Performance based on weekly mid-market prices before the deduction of fees. **Past performance is not a guide to the future.**

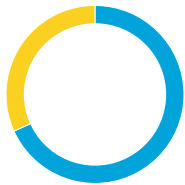
## FUND CHARACTERISTICS

The fund will achieve all of its exposure by purchasing shares in the LGIM Maturing Buy & Maintain Credit Fund 2020-2024, a sub-fund of LGIM (Ireland) Risk Management Solutions plc, an umbrella investment company with variable capital incorporated in Ireland. The underlying fund will aim to predominantly purchase non-government bonds, all with expected principal payments to be paid between 1st Jan 2020 and 31st Dec 2024. The fund will also seek to hedge non-sterling interest rate exposure back to the Sterling curve as well as hedging non-Sterling FX exposure back to Sterling. Income and principal from investments will be distributed monthly by the cancellation of units.



## PORTFOLIO BREAKDOWN

All data source LGIM unless otherwise stated. Totals may not sum due to rounding.



### CURRENCY (%)

■ GBP	68.2
■ USD	31.8

This is the currency breakdown before allowing for any hedging the fund may use. We aim to hedge the portfolio 100% back to the base currency.



### SECTOR (%)

■ Banking	14.5
■ Consumer Non-Cyclical	12.5
■ Utility - Electric	10.2
■ Industrial	9.6
■ Consumer Cyclical	8.6
■ Utility - Other	8.4
■ Govt Related	7.6
■ Communications	7.1
■ Insurance	6.3
■ Other	15.2



■ Top 10 issuers 20.7%  
■ Rest of portfolio 79.3%  
No. of issuers 162

### TOP 10 ISSUERS (%)

United Kingdom	4.1
Siemens AG	2.0
Anheuser-Busch Inbev NV	2.0
Lloyds Banking Group Plc	1.9
PPL Corp	1.9
Enel Spa	1.8
Verizon Communications Inc	1.8
Northumbrian Water Group plc	1.8
Kelda Group plc	1.8
Citigroup Inc	1.7

### CREDIT RATING (%)

AAA	3.5
AA	12.1
A	44.1
BBB	39.0
Cash & equiv.	1.3

### CASH FLOW (GBP TERMS)



Projected cash flow per £10m investment in the funds, net of what we perceive to be reasonable default assumptions.



### MAURICE BROWNE

Maurice is the portfolio manager for our buy and maintain strategy in the Global Fixed Income team. Maurice joined LGIM in March 2013 from Aviva Investors where he worked for over six years as a credit portfolio manager. At Aviva he managed a range of sterling, euro and global credit portfolios including buy and maintain strategies. Maurice began his investment career in 2001 as a credit analyst and subsequently a manager of global credit portfolios at Merrill Lynch Investment Managers. Maurice graduated from the University of Cambridge and holds an MA in economics. He is also a CFA charterholder.

## KEY RISKS

- The value of an investment and any income taken from it is not guaranteed and can go down as well as up; you may not get back the amount you originally invested.
- The return from your investment is not guaranteed and therefore you may receive a lower or higher return than you anticipated. There will be a variation in performance between funds with similar objectives due to the different assets selected.
- PMC's charges and associated transaction costs are subject to change, with notice for the former and without notice for the latter. Charges and transactions costs deducted from the policy reduce your potential for capital growth in the future.
- Tax rules and the treatment of income and capital gains could change in the future and may be applied retrospectively.
- Inflation reduces the purchasing power of money over time as the cost of purchasing goods and services increases. If the rate of inflation exceeds the rate of return on your portfolio, it will erode the value of your portfolio and its investments in real terms.
- In extreme market conditions it may be difficult to realise assets held for a fund and it may not be possible to redeem units at short notice. We may have to delay acting on your instructions to sell or the price at which you cancel the units may be lower than you anticipated.
- The value of a fund's assets may be affected by uncertainties such as international political developments, market sentiment, economic conditions, changes in government policies, restrictions on foreign investment and currency repatriation, currency fluctuations and other developments in the laws and regulations of countries in which investment may be made.
- PMC seeks to mitigate counterparty risk wherever possible on behalf of its policyholders through a variety of measures which include: each fund's non-cash assets being held with independent custodians, sweeping cash (where appropriate) overnight into the LGIM's range of Liquidity funds (above a deminimus level), using the delivery versus payment system when settling transactions and the use of central clearing for exchange traded derivatives and forward foreign exchange transactions. However, in the event of the failure of a counterparty, custodian or issuer there is a residual risk that a fund may suffer asset losses which are unrecoverable.

For more information, please refer to the Description of Funds [↗](#)



## SPOTLIGHT ON LEGAL & GENERAL INVESTMENT MANAGEMENT

We are one of Europe's largest asset managers and a major global investor, with assets under management of £1,421.5 billion (as at 31 December 2021). We work with a wide range of global clients, including pension schemes, sovereign wealth funds, fund distributors and retail investors.

Source: LGIM internal data as at 31 December 2021. The AUM disclosed aggregates the assets managed by LGIM in the UK, LGIMA in the US and LGIM Asia in Hong Kong. The AUM includes the value of securities and derivatives positions.

## DEALING INFORMATION

Units can be purchased, sold or switched on a designated dealing day. Funds are offered on a weekly or daily basis as below:

Weekly close	Yes
Daily close	No
Daily midday	No
NIS available	No

The Notional Income Service (NIS) is available from the weekly dealt version where indicated. Further information is available in the relevant operational procedures sheet and the Description of Funds [↗](#)

## TO FIND OUT MORE

 Visit [www.lgim.com](http://www.lgim.com)

 Call **+44 (0) 20 3124 3277**

We may record and monitor calls. Call charges will vary.

## Important information

Copyright © 2022 Legal & General. This document is subject to copyright. Any unauthorised use is strictly prohibited. All rights are reserved.

Issued by Legal and General Assurance (Pensions Management) Limited ("PMC") which is a life insurance company and manages this investment using an insurance policy notionally divided into a number of Funds. Registered in England and Wales No. 01006112. Registered Office: One Coleman Street, London, EC2R 5AA. Authorised by the Prudential Regulation Authority and Regulated by the Financial Conduct Authority and the Prudential Regulation Authority No. 202202. Legal & General Investment Management Limited has been appointed as the discretionary investment manager for this Fund, it is authorised and regulated by the Financial Conduct Authority No. 119272. All features described in this factsheet are those current at the time of publication and may be changed in the future. Nothing in this factsheet should be construed as advice and it is therefore not a recommendation to buy or sell securities. If in doubt about the suitability of this product, you should seek professional advice. Copies of the Key Features Document, Descriptions of Funds and associated policy documents are available free of charge on request. This document is only directed at investors resident in jurisdictions where our funds are registered for sale. It is not an offer or invitation to persons outside of those jurisdictions. We reserve the right to reject any applications from outside of such jurisdictions.

Source: Unless otherwise indicated all data contained in this factsheet is sourced from Legal & General Investment Management Limited. Where this document contains third party data ("Third Party Data"), we cannot guarantee the accuracy, completeness or reliability of such Third Party Data and accept no responsibility or liability whatsoever in respect of such Third Party Data.

**Internal Fund Code: CAAU**