

Statement of Investment Principles

Syngenta UK Pension Fund – Investment
Account section

August 2023

Statement of Investment Principles

Svnqenta UK Pension Fund

The Statement of Investment Principles contains the following Sections and Appendices.

Section	Page
1 Introduction	1
2 Governance	2
3 Overall investment strategy	3
4 Investment Manager structure	6
5 Corporate Governance and Socially Responsible Investment (SRI)	7
6 Investment Manager arrangements	8
7 Monitoring	9
8 Other policies	11
<hr/> Appendix	
A Current Advisers and Investment Managers	12
B Division of responsibilities	13
C Current manager mandates	15
D Fund range aims and objectives	16

1 Introduction

1.1 Sections 1 to 8 of this document constitute the Statement of Investment Principles (Investment Account section). The Appendices to this document are included for information only and are relevant as at June 2022.

Background

1.2 Under the Pensions Act 1995, subsequently amended by the Pensions Act 2004, trustees are required to prepare a statement of the principles governing investment decisions. This document contains that statement and describes the investment policy pursued by Syngenta Pensions Trustee Limited (the Trustee) of the Syngenta UK Pension Fund (the Fund) in respect of the Investment Account section.

1.3 Before preparing this document, the Trustee has consulted the Employer and the Trustee will consult the Employer before revising this document. However, the ultimate power and responsibility for deciding investment policy lies solely with the Trustee.

1.4 Before preparing this document, the Trustee has sought advice from the Fund's Investment Consultant. In preparing this document, the Trustee has had regard to the requirements of the Pensions Act concerning diversification of investments and suitability of investments and the Trustee will consider these requirements in any review of this document or any change in their investment policy. The Trustee will refer to this document where necessary to ensure it exercises its power of investment so as to give effect to the principles set out in it as far as is reasonable.

1.5 In accordance with the Financial Services and Markets Act 2000, the Trustee will set the general investment policy, but delegate the responsibility for selection of specific investments to appointed Investment Managers.

1.6 The Trustee has assessed its compliance against the Pensions Regulator's Code of Practice No. 13, issued in July 2016, and intends to monitor its adherence to this Code on a regular basis.

1.7 When choosing investments, the Trustee and the Investment Managers (to the extent delegated) are required to have regard to the criteria for investment set out in the Occupational Pension Schemes (Investment) Regulations 2005 and the principles contained in this statement.

Fund details

1.8 Until 5 April 2012, the Fund was contracted out of the State Second Pension under a certificate issued by the Contributions Agency. From 6 April 2012, members of the Investment Account section have had to be contracted in to the State Pension arrangements. Exempt approval has been granted by the Inland Revenue under Chapter 1 of Part XIV of the Income and Corporation Taxes Act 1988. Since 6 April 2006, the Syngenta UK Pension Fund has been treated by HM Revenue and Customs (HMRC) as a registered pension scheme in accordance with Schedule 36 of the Finance Act 2004.

2 Governance

2.1 The Trustee has ultimate responsibility for decision-making on investment matters. However, an Investment Committee handles the majority of investment matters and makes recommendations to the Trustee where decisions are required to be taken by the Trustee. The DC Committee also handles the majority of the governance matters relating to the DC scheme and makes recommendations to the Trustee where decisions are required to be taken by the Trustee. Before implementing any material or strategic investment decisions, the Trustee will consult with the Employer.

The Trustee's investment responsibilities include:

- Reviewing, at least every three years and immediately after any significant change in investment policy, the content of this Statement of Investment Principles (SIP) and modifying it if deemed appropriate, in consultation with the Employer and with written advice from the Investment Consultant
- Assessing the quality of the performance and processes of the Investment Managers by means of regular, but no less than annual, reviews of the investment results and other information in consultation with the Investment Consultant
- Consulting with the Employer when reviewing investment policy issues
- Appointing (and dismissing) Investment Managers
- Monitoring compliance with this Statement on an ongoing basis

2.2 The Trustee has delegated a number of investment responsibilities to an Investment Committee.

2.3 Decisions affecting the Fund's investment strategy are taken with appropriate advice from the Fund's Investment Consultant and the Trustee's other advisers where appropriate.

2.4 Only persons or organisations with the necessary skills, information and resources are actively involved in taking investment decisions affecting the Fund. The Trustee of the Fund draws on the expertise available from consulting the Employer, and where necessary employs the skills and expertise of external advisers including the Investment Managers, Investment Consultant and Legal Advisers.

2.5 A schedule of the respective responsibilities of each party is provided in Appendix B.

3 Overall investment strategy

3.1 The Trustee's strategy is to provide sufficient, cost effective, investment options to allow the DC members' investment in secure assets of appropriate liquidity which will generate income and capital growth which, together with new contributions from members and the Employer, will provide a fund at retirement through which they can purchase a pension annuity, take a cash lump sum or enter an income drawdown arrangement. The pension annuity and cash lump sum are available from the Fund, or all three options are available via the open market with other authorised pension providers.

Default Investment Arrangements

3.2 The Fund is closed to new joiners and has not historically been used to auto-enrol employees. All existing members were required to select an investment strategy upon joining. (N.B Retirement Account section members are able to take flexible retirement by putting their defined benefit pension into payment and opening a new defined contribution pension account if they do not already have one.)

In 2011, the Trustee undertook a fund mapping exercise which involved members who did not make an individual decision being automatically transferred from the Equitable Life With-profits Fund to the L&G Cash Fund. The Trustee selected the L&G Cash Fund as the investment default to prioritise capital protection for these members' funds.

The Trustee has also elected to use the L&G Cash Fund as a short-term vehicle in circumstances where a member's investment instruction is still to be clarified due to an administration issue, or if a member's instructions cannot be implemented due to an issue with investment markets (for example in March 2020 the L&G Managed Property Fund was suspended and as a result contributions were redirected to the Cash Fund). Again, with the primary objective of capital preservation.

In September 2019 the Trustee changed its default fund policy and elected to use the Cash Lifestyle Strategy instead of the L&G Cash Fund in circumstances where a member has not made an investment instruction. This is with the objective of continuing to prioritise capital protection for these members' funds by automatically investing in lower risk assets (diversified assets and cash) as members get closer to their target retirement age but investing in higher risk assets (global equities) with greater potential for growth for members who are further away from retirement.

Following a review of the Fund's investment strategy in 2020 the Trustee agreed to switch all IA only members invested in the Annuity lifestyle who were further than 10 years from their target retirement age to the New Drawdown lifestyle to match the expected retirement objectives of this group of members. The aim is to offer greater potential for growth, by investing in higher risk assets (global equities) further away from retirement and then gradually switching to lower risk assets (diversified assets and cash) as members get closer to their target retirement age whilst still offering an element of growth potential in line with a member who wishes to keep the majority of their savings invested to provide an income during retirement. The Trustee agreed that affected members should be able to opt out of this switch and remain in the Annuity lifestyle as part of the implementation of these changes in April 2021. Due to this investment mapping the New Drawdown lifestyle became a default arrangement.

3.3 The Trustee's policies set out in this document apply equally (to the extent relevant) to these default arrangements (and the technical default arrangement mentioned above) and the

Trustee believes that the objectives and policies together ensure that the assets in the default arrangements are invested in the best interests of members. The Trustee has appointed Legal & General Investment Management to provide an investment platform through which the members can access a pooled fund platform that allows members to invest in a range of active and passive funds. Within the fund range offered to members there are different managers (“Investment Managers”), which are listed in Appendix A.

3.4 The Trustee wishes to give members a reasonable degree of freedom over the investment policy of their accounts. Consequently the Trustee has selected a balanced range of investment options to allow members to match their investment choice against their own risk tolerance and the different ways they can take their benefits on retirement. The following asset classes have been made available for members to choose their own customised asset mix:

- UK equities (passive)
- Overseas equities (passive)
- Global equities (passive) - from April 2021 this fund is open only to those members already investing in this fund
- Global sustainable equities (passive) i.e. LGIM Robeco Global Sustainable Multi-Factor Equity Index – GBP Hedged
- Emerging markets equities (passive)
- Government and corporate bonds (passive and active options, including pre-retirement fund)
- Property (active)
- Diversified growth fund – range of traditional and alternative asset classes (active and passive)
- Cash.

Details of the investment options available and their aims and objectives are provided in Appendix D.

3.5 In addition to the above funds, the Trustee offers the members a number of lifestyle options catering for those members who wish to target drawdown, annuity or lump sum at retirement. These options are consistent with the increased pension freedoms that came into effect from April 2015. By taking these options, members are automatically switched between passive global sustainable equities (i.e. LGIM Robeco Global Sustainable Multi-Factor Equity Index – GBP Hedged), diversified growth fund, and pre-retirement fund / cash as they approach their target retirement date.

In 2020 the Trustee reviewed the Investment Account (IA) investment strategy and agreed a new growth phase design for each of the Annuity, Drawdown and Cash lifestyles. The new lifestyle strategies expose members to more investment risk early in their career, by holding equities for 10 years longer than the current lifestyle growth phase when members are more able to tolerate risk. The strategies transition into diversified assets as members get nearer to retirement, reducing investment risk whilst still offering the potential for growth. All three lifestyle strategies de-risk towards the respective at-retirement portfolios over the 10 years prior to a member’s target retirement age.

As part of the implementation of the new growth phase design in each of the lifestyle strategies in April 2021, members with more than 10 years prior to their target retirement age in the existing lifestyle strategies had the option to stay where they are in the growth phase of the existing (Current) lifestyle strategies. These members would have to actively select this as a choice,

otherwise they would be moved to the new growth phase (New lifestyle strategies). Whilst some members elected to stay in the Current Annuity lifestyle, none elected to stay in either the Current Cash or Current Drawdown lifestyles. Therefore there are four lifestyles in force: the New Annuity, Drawdown and Cash lifestyles, and the Current Annuity lifestyle. Following the implementation of these changes in April 2021, members are not able to switch back into any of the "Current" lifestyle strategies.

As part of the 2020 investment strategy review, the Trustee reviewed the IA membership characteristics and retirement experience. This review highlighted that IA only members appeared more likely to target income drawdown at retirement. Based on the expected retirement objectives of these members, the Trustee agreed to switch all IA only members invested in the Annuity lifestyle further than 10 years from their target retirement age to the New Drawdown lifestyle. The Trustee agreed that affected members should be able to opt out of this switch and remain in the Annuity lifestyle as part of the implementation of these changes in April 2021. It was agreed that members who were within 10 years of their target retirement age at the time of this change should remain in the Annuity lifestyle.

4 Investment manager structure

4.1 The Fund assets relating to defined contribution benefit provision are managed separately from those assets that support defined benefit liabilities.

4.2 The Trustee has the responsibility for appointing Investment Managers from time to time to manage the assets of the defined contribution (Investment Account) section of the Fund.

5 Corporate governance and Socially Responsible Investment (SRI)

- 5.1 The Investment Committee (IC) reviews their Environmental, Social and Governance (ESG) policy with the investment strategy at least every three years whilst the Trustee Directors discuss ESG policies with their respective fund managers at regular Trustee and IC meetings.
- 5.2 The Trustee considers long-term sustainability to be an important and relevant issue to consider throughout the investment process.
- 5.3 The Trustee recognises that an investment's financial success can be influenced by a number of factors including (but not limited to) approach to stewardship and Environmental, Social and Governance (ESG) issues, including climate change. The Trustee assesses that ESG risks, and in particular climate change, pose a financial risk to the Fund and that focussing on these issues is ultimately consistent with the Trustee's fiduciary duties and the financial security of its members.
- 5.4 The Trustee considers these issues as part of their broader risk management framework, when reviewing and monitoring the Fund's investment strategy (including the default strategy, as appropriate). Within the lifestyle strategies, the allocation to global equities uses a fund that has a greater focus on companies that score well against ESG issues. This global sustainable equity fund (i.e. LGIM Robeco Global Sustainable Multi-Factor Equity Index – GBP Hedged) is also available to members as part of the self-select fund range.
- 5.5 The Trustee's policy is to delegate responsibility for the selection, retention and realisation of investments to the Investment Managers, and, as all investments are made via pooled funds, the Trustee is unable to exercise direct control over the Investment Managers' policies on socially responsible investment or voting rights. This delegation includes consideration of all financially material factors, including financially material ESG issues and climate changes explicitly. Whilst the Trustee's policy is to delegate a number of stewardship activities to the Investment managers, the Trustee recognises that the responsibility for these activities remains with the Trustee. The Trustee incorporates an assessment of how well the Investment Managers exercise these responsibilities as part of its overall assessment of their performance.
- 5.6 When considering its policy in relation to stewardship including engagement and voting, the Trustee expects investment managers to address broad ESG considerations, but has identified climate change, biodiversity and corporate governance as stewardship priorities, and consequently, these are key areas of focus for the Trustee.
- 5.7 The exercise of ownership rights is also an integral part of the investment management role. Whilst the actions taken are ultimately the Trustee's responsibility, it delegates the implementation of all stewardship activities (including voting and engagement activities with respect to relevant matters including capital structure of investee companies, actual and potential conflicts, other stakeholders and the ESG impact of underlying holdings) attaching to investments to its Investment Managers.
- 5.8 The Trustee periodically monitors its managers to ensure that the Trustee's stated policies as outlined above are being met and will explore and challenge managers on issues that arise as part of its ongoing monitoring of the sustainability credentials of its managers.

5.9 At present, the Trustee does not explicitly take account of non-financial matters in the overall decision making or setting of Fund strategy but will continue to monitor and review its approach in this area, including in the potential provision of suitable DC self-select options.

6 Investment Manager arrangements

- 6.1 The Fund uses different Investment Managers and mandates to implement its investment policies. The Trustee ensures that, in aggregate, the investment options are consistent with the policies set out in this Statement, in particular those required under regulation 2(3)(b) of the Occupational Pension Schemes (Investment) Regulations (2005). The Trustee will also ensure that the investment objectives and guidelines of any particular pooled vehicle are consistent with its policies, where relevant to the mandate in question.
- 6.2 To maintain alignment, Investment Managers are provided with the most recent version of this Statement of Investment Principles on an annual basis and are required to confirm the extent to which management of the assets is consistent with those policies relevant to the mandate in question. To the extent there is any misalignment between the management of assets and the relevant policies in the Statement of Investment Principles, Investment Managers are required to report this to the Trustee as part of this process. Investment Managers are asked to include written details of the extent to which management of the assets is consistent with those policies in this Statement of Investment Principles, as relevant to the mandate in question, when presenting to the Investment Committee.
- 6.3 Should the Trustee's monitoring process reveal that an Investment Manager's fund is not aligned with the Trustee's policies, the Trustee will engage with the Investment Manager further to encourage alignment. This monitoring process includes specific consideration of the sustainable investment/ESG characteristics of the fund and the Investment Manager's engagement activities. If, following engagement, it is the view of the Trustee that the degree of alignment remains unsatisfactory, the Investment Manager will be considered for termination.
- 6.4 For most of the Fund's investment funds, the Trustee expects the Investment Managers to invest with a medium to long time horizon, and to use their engagement activity to drive improved performance over these periods. The Trustee has selected certain investment funds where such engagement is not deemed appropriate, due to the nature of the strategy and/or the investment time horizon underlying decision making.
- 6.5 The Trustee appoints its Investment Managers (via the Platform Provider) with an expectation of a long-term partnership, which encourages active ownership of the Fund's assets. When assessing an Investment Manager's performance, the focus is on longer-term outcomes, and the Trustee would not expect to terminate an Investment Manager's appointment based purely on short term performance. However, an Investment Manager's appointment could be terminated within a shorter timeframe due to other factors such as a significant change in business structure or the investment team.
- 6.6 Investment Managers are paid an ad valorem fee, in line with normal market practice, for a given scope of services which includes consideration of long-term factors and engagement.
- 6.7 The Trustee reviews the costs incurred in managing the Fund's assets regularly, which includes the costs associated with portfolio turnover, including regular engagement with Investment Managers on this subject and through the receipt of cost and charges reporting. There is no broad targeted portfolio turnover (how frequently assets within a fund are bought and sold by Investment Managers) which the Trustee adheres to. The Trustee, with the help of the Investment Consultant, will monitor that the level of portfolio turnover remains appropriate in the context of the Investment Managers' strategy and the Fund's investment strategy.

7 Monitoring

7.1 The appointment of the Investment Managers is reviewed by the Trustee from time to time, based on the results of the Trustee's monitoring of their performance and investment process and of the Investment Managers' compliance with the requirements in the Pensions Act concerning diversification and suitability, where relevant.

7.2 The Trustee measures the Investment Managers' performance against objectives.

7.3 The Investment Committee of the Trustee holds regular meetings (normally on an annual basis) with the Investment Managers to satisfy themselves that the Managers continue to carry out their work competently and have the appropriate knowledge and experience to manage the investments of the Fund.

7.4 The Trustee recognises that there are investment risks that are specific to the Investment Account section. These are:

- 'Inflation risk' – the risk that the investment return over members' working lives does not keep pace with inflation and does not therefore secure an adequate pension. This risk is managed by ensuring members have access to asset classes which have the potential to keep track or outpace inflation, such as equities.
- 'Retirement objective mismatch' risk – the risk that members' investment allocation in the years prior to retirement does not match their retirement objectives, exposing members to inefficient or uncertain outcomes. This risk is managed by ensuring members are aware of the investment options and lifestyle strategies and are encouraged to consider their personal retirement objectives when making their choices.
- 'Sequencing' risk – the risk that unfavourable investment returns close to retirement can result in less money for retirement. This risk is particularly pronounced in the immediate weeks pre and post retirement when a member is transacting their retirement options and moving their assets out of the Investment Account section. This risk is managed by ensuring members have access to a wide range of investment options and strategies so as to be able to spread their savings across different asset classes, should they wish.
- 'Shortfall' or 'opportunity cost' risk – the risk that members end up with insufficient funds at retirement with which to secure a reasonable income. This risk is addressed through member communication and education, as well as the construction of the investment options and lifestyle strategies.
- 'Capital risk' – the risk of a fall in the value of the member's fund. This risk is managed by ensuring the investment options are appropriately diversified and members are able to construct a balanced and diverse portfolio using a number of different asset classes. Lifestyle options are also available to help mitigate this risk.

The varying nature of the risks faced by a DC member through time means that no single investment product would adequately meet the needs of the investor throughout the investing period. Therefore suitable funds are provided for effective management of the risks faced by DC members.

The Trustee aims to provide a range of funds, which allows members of the Investment Account section to manage the various risks to which they are exposed.

Specifically the Trustee will provide funds across the following asset classes which have the following risk and expected return characteristics:

- Equity and diversified growth funds for members seeking real returns over the long-term. Capital values may be volatile in the short term, although for diversified growth funds this is expected to be less than for equities.
- Property for members seeking real returns over the long-term via diversified exposure, with less reliance on equity market returns.
- Long-dated bond and pre-retirement funds for members seeking to manage the risk of annuity rate fluctuations. Capital values are likely to be less volatile than equities but tend to produce lower returns in the medium to long term. A cash fund for members who wish to focus on capital preservation. Limited investment returns are associated with the low risk nature of the assets

8 Other policies

Diversification

8.1 The choice of funds is designed to ensure that members' investments are adequately diversified. As the Fund invests via pooled funds the Trustee is not in a position to ensure the assets are diversified within asset classes. However, this issue will feature in the selection criteria for new Investment Managers and monitoring process for ongoing Investment Managers, and from the use of passive funds.

Suitability

8.2 The Trustee has taken advice from its Investment Consultant to ensure that the funds provided are suitable for the Investment Account section of the Fund. Individual members are themselves responsible for ensuring that the funds in which their own contributions, and contributions paid on their behalf by the Employer are invested, are suitable given their own specific risk profile.

8.3 The Trustee will, on a regular basis at least annually, review the range of funds' available for their suitability, either individually or as part of the lifestyle arrangements.

8.4 The Trustee will assess the fees and value for money of the investment choices.

Liquidity

8.5 The members' accounts are held in funds which can be realised to provide pension benefits from the Fund or transferred to another pension arrangement.

A Current Advisers and Investment Managers

<i>Fund Actuary:</i>	Richard Campbell FIA
<i>Investment Consultant:</i>	WTW Investment
<i>DC Investment Managers:</i>	Legal & General Investment Management Schroder Investment Management
<i>Platform provider:</i>	Legal & General Investment Management
<i>Solicitors:</i>	Allen & Overy LLP
<i>Fund Auditors:</i>	KPMG
<i>Administrator:</i>	WTW TAS

B Division of responsibilities

Platform Provider and Investment Managers

The Plan Provider and underlying Investment Managers' responsibilities include:

- For active Managers at their discretion, but within any guidelines given by the Trustee, implementing changes in the asset mix and selecting securities within each asset class.
- Providing the Trustee with quarterly statements of the assets along with a quarterly report on actions and future intentions, and any changes to the investment processes applied to their portfolios.
- Informing the Trustee of any material changes in the internal objectives and guidelines of any pooled funds used by the Fund and managed by the Investment Manager or an associated company.

Arranging the independent safekeeping of the assets and appropriate administration (including income collection and corporate actions) within any pooled funds used by the Trustee Directors.

- Having regard to the need for diversification of investments so far as appropriate and to the suitability of investments.
- Giving effect to the principles contained in the Statement as far as reasonably practicable.

Investment Consultant

The role of the Investment Consultant is to make recommendations or give advice to the Trustee and Investment Committee in the following areas:

- The formulation of an efficient governance structure
- The regular updating of the Statement of Investment Principles
- The development of a clear investment strategy for the Fund
- The construction of an overall investment management structure that meets the objectives of both the Trustee and Employer
- The selection and appointment of appropriate investment management organisations
- The Consultant's current views of the Investment Managers employed by the Fund
- Potential new areas or tools of investment
- Commentary on investment performance and risk taken by the Investment Managers
- Trustee education
- General advice in respect of the Fund's investment activities.

Fees will be calculated primarily by reference to the time spent on any particular assignment. The Trustee believes that this time-based fee arrangement is suitable for professional advisors as it provides a framework for ensuring a suitable amount of attention is paid to the Fund's matters while allowing the Trustee appropriate control over fees. Where new investment managers are appointed, basis point fees (based on the assets invested) are charged to reflect a contribution to the cost of researching the universe of products to identify 'best in class' opportunities.

Administrator

The Administrator's responsibilities include:

- Ensuring efficient record keeping and timely investment of contributions for Investment Account members.

Investment Committee

The Investment Committee's responsibilities include:

- Monitoring of performance, including compliance with guidelines
- Setting asset allocation for the lifestyle strategies
- Choice of number and identity of Managers within each asset class (including active/passive decisions)
- Designing and setting Manager benchmarks and targets; Manager agreements.
- Fee structure negotiations

The Investment Committee consists of two management appointed Trustee Directors, a member selected Trustee and a representative of The Law Debenture Pension Trust Corporation plc. The Trustee Board is ultimately responsible for Investment Committee decisions.

The Investment Committee is advised by the Investment Consultant. Employer representatives attend Investment Committee meetings.

C Current manager mandates

Measurable objectives have been developed for the Investment Managers consistent with the overall longer-term objectives of the investment options offered through the Fund.

D Fund Range aims and objectives

Investment Manager Description	Member Title	Management style	Invests in	Aims
World Emerging Markets Equity Index	World Emerging Markets Equity Index	Passive	100% in emerging market equities	Provide good growth over the medium to long term.
World (ex UK) Equity Index	World (ex UK) Equity	Passive	100% in overseas equities	Provide good growth over the medium to long term. Returns will be affected by currency exchange rates
World Equity Index – GBP Hedged	World Equity Hedged Index	Passive	100% in global equities	Provide good growth over the medium to long term. Returns will not be affected by currency exchange rates
LGIM Robeco Global Sustainable Multi-Factor Equity Index – GBP Hedged¹	LGIM Sustainable Global Equity Index Hedged	Passive	100% in global equities	Provide good growth over the medium to long term. Returns will not be affected by currency exchange rates for the majority of the exposure to overseas markets
UK Equity Index Fund	UK Equity Index Fund	Passive	100% in UK equities	Provide good growth over the medium to long term
50% Schroders Intermediated Diversified Growth/50% LGIM Diversified Fund¹	Blended Diversified Fund	Active	Multiple asset classes	Provide equity like growth over the medium to long term, with less of the associated volatility
Schroders Intermediated Diversified Growth	Schroder Diversified Fund	Active	Multiple asset classes	Provide equity like growth over the medium to long term, with less of the associated volatility
LGIM Diversified Fund	LGIM Diversified Fund	Passive	Multiple asset classes	Provide equity like growth over the medium to long term, with less of the associated volatility

Managed Property Fund	Managed Property Fund	Active	100% in UK commercial property	Aims to provide growth in the medium to long term
Active Corporate Bonds - Over 10 years	Active Corporate Bond Fund	Active	Long-dated corporate bonds with credit ratings of AAA-BB	Aims to provide steady growth over the medium to long term
Inflation Linked Fund – (Annuity Aware)¹	Inflation Linked Fund – (Annuity Aware)	Passive	Corporate Bonds and UK Government Bonds	Aims to track underlying assets for inflation linked annuity purchase
All Stocks Gilts Index	All Stocks Gilt Fund	Passive	100% in UK Government Bonds	Provide steady growth over the medium to long term
Over 5 year Index-Linked Gilts Index	Inflation-Linked Gilt Fund	Passive	100% in UK Government inflation-linked bonds	Not as volatile as equities – gilts have security of being backed by UK Government
Cash¹	Cash	Active	100% in UK and overseas money market investments	To protect money built up in the Investment Account

Notes:

Fund charges are published annually in the Chair's Statement.

The World Equity Hedged Index fund remains open as a self-select option but only for members already invested in the fund in April 2021.

¹ These funds are used within the lifestyle strategies

There are four lifestyle strategies in force. The different lifestyles target an annuity at retirement, income drawdown and lump sum at retirement. The three New lifestyles were introduced from April 2021 with a new growth phase design. As part of the implementation of these changes in April 2021, members with more than 10 years to their target retirement age in the existing (Current) lifestyles had the option to stay where they are in the growth phase of the Current lifestyles. Whilst some members elected to stay in the Current Annuity, none elected to stay in either the Current Cash or Current Drawdown lifestyles. Therefore, only the four lifestyles shown below are in force. From April 2021 members switching strategies are only able to select the three New lifestyles as a new lifestyle investment choice.

The tables below show the allocations to each fund up until retirement at age 65 (for example). Members are able to elect a target retirement age.

Pre 2021 Annuity lifestyle:

Age	Equities (LGIM Robeco Global Sustainable Multi-Factor Equity Index – GBP Hedged)	DGF (High Risk)	Annuity matching (inflation-linked)	Cash
25	100%	0%	0%	0%
26	100%	0%	0%	0%
27	100%	0%	0%	0%
28	100%	0%	0%	0%
29	100%	0%	0%	0%
30	100%	0%	0%	0%
31	100%	0%	0%	0%
32	100%	0%	0%	0%
33	100%	0%	0%	0%
34	100%	0%	0%	0%
35	100%	0%	0%	0%
36	90%	10%	0%	0%
37	80%	20%	0%	0%
38	70%	30%	0%	0%
39	60%	40%	0%	0%
40	50%	50%	0%	0%
41	40%	60%	0%	0%
42	30%	70%	0%	0%
43	20%	80%	0%	0%
44	10%	90%	0%	0%
45	0%	100%	0%	0%
46	0%	100%	0%	0%
47	0%	100%	0%	0%
48	0%	100%	0%	0%
49	0%	100%	0%	0%
50	0%	100%	0%	0%
51	0%	100%	0%	0%
52	0%	100%	0%	0%
53	0%	100%	0%	0%
54	0%	100%	0%	0%
55	0%	100%	0%	0%
56	0%	90%	10%	0%
57	0%	80%	20%	0%
58	0%	70%	30%	0%
59	0%	60%	40%	0%
60	0%	50%	50%	0%
61	0%	40%	60%	0%
62	0%	30%	70%	0%
63	0%	20%	72%	8%
64	0%	10%	73%	17%
65	0%	0%	75%	25%

Post 2021 Annuity lifestyle:

Age	Equities (LGIM Robeco Global Sustainable Multi-Factor Equity Index – GBP Hedged)	DGF (High Risk)	Annuity matching (inflation-linked)	Cash
25	100%	0%	0%	0%
26	100%	0%	0%	0%
27	100%	0%	0%	0%
28	100%	0%	0%	0%
29	100%	0%	0%	0%
30	100%	0%	0%	0%
31	100%	0%	0%	0%
32	100%	0%	0%	0%
33	100%	0%	0%	0%
34	100%	0%	0%	0%
35	100%	0%	0%	0%
36	100%	0%	0%	0%
37	100%	0%	0%	0%
38	100%	0%	0%	0%
39	100%	0%	0%	0%
40	100%	0%	0%	0%
41	100%	0%	0%	0%
42	100%	0%	0%	0%
43	100%	0%	0%	0%
44	100%	0%	0%	0%
45	100%	0%	0%	0%
46	90%	10%	0%	0%
47	80%	20%	0%	0%
48	70%	30%	0%	0%
49	60%	40%	0%	0%
50	50%	50%	0%	0%
51	40%	60%	0%	0%
52	30%	70%	0%	0%
53	20%	80%	0%	0%
54	10%	90%	0%	0%
55	0%	100%	0%	0%
56	0%	90%	10%	0%
57	0%	80%	20%	0%
58	0%	70%	30%	0%
59	0%	60%	40%	0%
60	0%	50%	50%	0%
61	0%	40%	60%	0%
62	0%	30%	70%	0%
63	0%	20%	72%	8%
64	0%	10%	73%	17%
65	0%	0%	75%	25%

Alternative – Cash lifestyle

Age	Equities (LGIM Robeco Global Sustainable Multi-Factor Equity Index – GBP Hedged)	DGF (High Risk)	Annuity matching (inflation-linked)	Cash
25	100%	0%	0%	0%
26	100%	0%	0%	0%
27	100%	0%	0%	0%
28	100%	0%	0%	0%
29	100%	0%	0%	0%
30	100%	0%	0%	0%
31	100%	0%	0%	0%
32	100%	0%	0%	0%
33	100%	0%	0%	0%
34	100%	0%	0%	0%
35	100%	0%	0%	0%
36	100%	0%	0%	0%
37	100%	0%	0%	0%
38	100%	0%	0%	0%
39	100%	0%	0%	0%
40	100%	0%	0%	0%
41	100%	0%	0%	0%
42	100%	0%	0%	0%
43	100%	0%	0%	0%
44	100%	0%	0%	0%
45	100%	0%	0%	0%
46	90%	10%	0%	0%
47	80%	20%	0%	0%
48	70%	30%	0%	0%
49	60%	40%	0%	0%
50	50%	50%	0%	0%
51	40%	60%	0%	0%
52	30%	70%	0%	0%
53	20%	80%	0%	0%
54	10%	90%	0%	0%
55	0%	100%	0%	0%
56	0%	100%	0%	0%
57	0%	100%	0%	0%
58	0%	100%	0%	0%
59	0%	100%	0%	0%
60	0%	100%	0%	0%
61	0%	86%	0%	14%
62	0%	72%	0%	28%
63	0%	58%	0%	42%
64	0%	44%	0%	56%
65	0%	30%	0%	70%

Alternative – Drawdown lifestyle

Age	Equities (LGIM Robeco Global Sustainable Multi-Factor Equity Index – GBP Hedged)	DGF (High Risk)	Annuity matching (inflation-linked)	Cash
25	100%	0%	0%	0%
26	100%	0%	0%	0%
27	100%	0%	0%	0%
28	100%	0%	0%	0%
29	100%	0%	0%	0%
30	100%	0%	0%	0%
31	100%	0%	0%	0%
32	100%	0%	0%	0%
33	100%	0%	0%	0%
34	100%	0%	0%	0%
35	100%	0%	0%	0%
36	100%	0%	0%	0%
37	100%	0%	0%	0%
38	100%	0%	0%	0%
39	100%	0%	0%	0%
40	100%	0%	0%	0%
41	100%	0%	0%	0%
42	100%	0%	0%	0%
43	100%	0%	0%	0%
44	100%	0%	0%	0%
45	100%	0%	0%	0%
46	90%	10%	0%	0%
47	80%	20%	0%	0%
48	70%	30%	0%	0%
49	60%	40%	0%	0%
50	50%	50%	0%	0%
51	40%	60%	0%	0%
52	30%	70%	0%	0%
53	20%	80%	0%	0%
54	10%	90%	0%	0%
55	0%	100%	0%	0%
56	0%	97%	0%	3%
57	0%	94%	0%	6%
58	0%	91%	0%	9%
59	0%	88%	0%	12%
60	0%	85%	0%	15%
61	0%	82%	0%	18%
62	0%	79%	0%	21%
63	0%	76%	0%	24%
64	0%	73%	0%	27%
65	0%	70%	0%	30%