

Managed Fund

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| Fund overview | The Managed Fund invests across various asset classes, principally UK equities and overseas equities but also fixed interest, index linked, property and money market instruments. Returns are based on the combination of the asset classes into which the fund invests. |
| Investment objective | The fund aims to achieve capital appreciation over the medium to long term through a balanced portfolio of UK and international securities, property, UK and global fixed interest securities. |
| Appropriateness* | This fund is appropriate for investors who are willing to take a calculated risk for the prospect of more attractive returns. Investors in this fund are comfortable with investing in the stock markets and are aware that there may be some fluctuations and volatility of returns and that the value of their investments can go down as well as up. |
| Potential risks | <p>Past Performance should not be taken as a guide to future performance; the value of your investments, and any income received, can go down as well as up and you may not get back the amount of your original investment.</p> <p>Inflation, over time, will erode the buying power of your investment.</p> <p>This fund invests in other funds, and as such may be subject to higher costs due to charges within each underlying fund as well as for charges of the fund itself.</p> <p>The value of a bond will fall if the issuer's credit rating is reduced and there is risk of default, or non-payment, from the bond issuer.</p> <p>Funds that invest in overseas markets are exposed to changes in exchange rates. If the currency of your country of residence gains strength against the currency of your investments, the value of your holding may be reduced.</p> <p>Funds with exposure to less developed overseas markets pose greater investment risk than funds invested in more established markets. These emerging markets funds can be more volatile than investments in more developed markets and the value of your investments could move sharply up or down.</p> <p>Funds with investments in property carry specific risks. The value of property is generally a matter of a valuer's opinion rather than fact and there may also be challenges when it comes to selling property.</p> |
| Fund manager | Sun Life Financial of Canada |
| Fund manager website | www.sloc.co.uk |

TER @ 31/01/20

Life: 0.53%

Pension: 1.01%

The Total Expense Ratio (TER) shows the annual cost of investing in a fund. This includes the Annual Management Charge (AMC) plus any other charges deducted from the fund such as custodian charges.

The TER shown assumes an AMC of 0.5% for life funds and 1.0% for pension funds. As an example, if you invest £1,000 in a fund with a TER of 1.0% this means £10 is taken each year in costs and charges.

The fund series you hold may have a different AMC. You can call us to find out about any investment, fund or other charges, we take from your policy.

Continued overleaf

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| About the fund manager | The SLOC Managed fund invests a proportion of its assets in a number of other Sun Life Financial of Canada funds including: UK Equity, US Equity, European, Japan, Far East, Emerging Markets, UK Fixed Interest, Index Linked Gilt, Property and Money plus two external Global Fixed Interest funds. This means that the SLOC Managed fund benefits from the specialist fund managers that have been chosen for each asset class. |
| Fund manager investment process | The process used to determine the fixed asset allocation looks at expected returns and variability of these returns, to construct an optimal benchmark allocation. This allocation is subject to on-going review, and imposes limits to prevent significant deviation from the benchmark. The process is overseen by SLOC UK's Investment Management Committee. |

*Cautious investors tend to look for more stable returns and accept the amount they are likely to gain will be limited as a result. On the other hand, more adventurous investors seeking higher returns understand their investment is likely to go sharply up and down in value.