



ROYAL LONDON
ASSET MANAGEMENT

ROYAL LONDON UK INCOME WITH GROWTH TRUST

31.01.19

FUND OVERVIEW

Fund Manager(s)	Richard Marwood
Fund Size	£259.77m
Domicile	United Kingdom
ISA	Available and Eligible
Benchmark Index	FTSE All Share
Investment Association	UK Equity & Bond
Sector	Income
Currency	GBP

Share Class A (Income)

Unit Launch Date	25.09.89
Initial Charge	5.00%
Annual Charge	1.50%
Minimum Investment	£1,000
Ongoing Charges Figure (OCF)	1.52%
SEDOL	0159805
Mid	211.50p
Historic Yield	5.63%

Overview

The investment objective of the fund is to provide an above-average and growing income, together with some capital appreciation, from a diverse portfolio of UK securities comprising mainly higher yielding equities in any economic sector, but including some fixed interest securities.

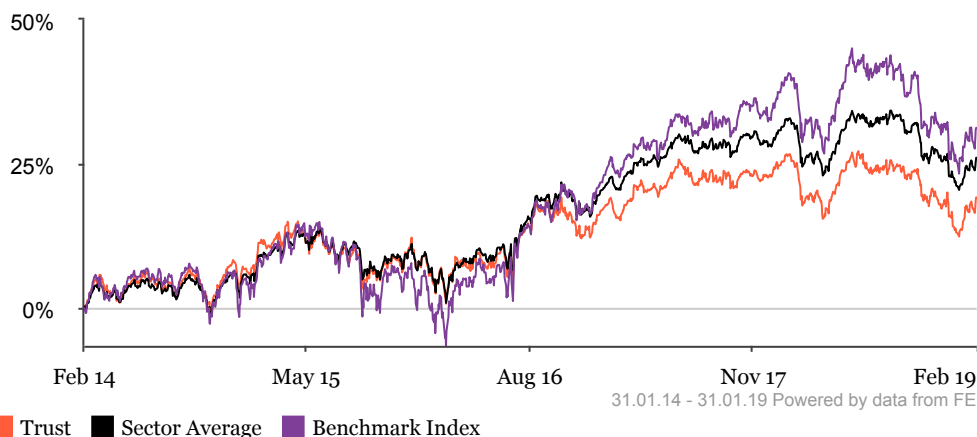
Year-on-year performance

	31.01.18 to 31.01.19	31.01.17 to 31.01.18	31.01.16 to 31.01.17	31.01.15 to 31.01.16	31.01.14 to 31.01.15
Share Class A (Income)	-3.7%	6.9%	8.8%	-4.5%	11.5%
Sector Average	-3.3%	7.9%	13.9%	-2.8%	9.1%
Benchmark Index	-3.8%	11.3%	20.1%	-4.6%	7.1%

Cumulative Performance (as at 31.01.19)

	3 Months	6 Months	1 Year	3 Years	5 Years
Share Class A (Income)	-0.8%	-5.1%	-3.7%	12.0%	19.2%
Sector Average	-0.9%	-5.7%	-3.3%	18.9%	26.1%
Benchmark Index	-1.4%	-8.4%	-3.8%	28.5%	31.2%
Quartile Ranking	2	1	3	4	4

Performance Chart



Source: RLAM and FE as at 31.01.19. 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.

Distribution History (Net)

	Nov 18	Aug 18	May 18	Feb 18
Share Class A (Income)	2.34p	3.24p	3.74p	1.55p

Table above shows figures as at payment date.

Fund Manager(s)



Richard Marwood

Lead Manager
Fund Manager tenure:
31.12.17

Yield Definitions

The historic yield reflects distributions declared over the past twelve months as a percentage of the mid-market price, as at the date shown. It does not include any preliminary charge and investors may be subject to tax on their distributions.

CONTACT DETAILS

Private Investors

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Intermediaries

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Institutional Investors

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Risk Warning

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 31.01.19, unless otherwise stated. Yield definitions are shown above.

Our ref: FF RLAM PD 0223

For more information concerning the risks of investing, please refer to the Prospectus and Key Investor Information Document (KIID).

Breakdowns exclude cash and futures.

Fund Commentary

The trust is multi asset with a bias towards equities. In stark contrast to its soggy end to 2018, the equity market started 2019 in a lively fashion, significantly outpacing returns from bonds. Despite significant continued uncertainty about Brexit, many of the best performing shares in the equity market were domestic businesses, such as housebuilders and retailers. Fund performance was helped by a number of such holdings, like home furnishing company Dunelm, housebuilder Barratt Developments and retailer Pets at Home. The trust returned +4.8% during the month.

During the month, the trust sold out of both Dunelm and Pets at Home after their strong share price rises. It also reduced its position in Superdry, which had been bought at depressed prices in December. Exposure to the pharmaceutical sector, which has had a weak start to the year, was increased with purchases made in both GlaxoSmithKline and AstraZeneca.

The primary aim of the trust is to achieve an attractive yield for investors. In order to do this we seek to invest in the shares of companies that offer attractive dividend yields together with some capital growth. We also want a fixed interest portfolio that can generate a stable return from good quality corporate bonds alongside strong covenants. The skew towards equities is necessary in order to meet the fund's income requirements because dividend yields on equities are currently significantly higher than the yields on good quality bonds.

This is not a recommendation or solicitation to buy or sell any particular security. The views and opinions expressed herein are those of the manager at the time and are subject to change without notice.

Sector Breakdown	Fund	Asset Split	Fund
Fixed Income	29.2%	UK Equities	69.9%
Financials	16.8%	UK Corporate Fixed Interest	28.3%
Consumer Goods	11.6%	Global Corporate Fixed Interest	0.6%
Oil & Gas	11.3%	Sovereign Bond	0.1%
Industrials	10.4%	Money Market	1.2%
Basic Materials	5.4%		
Health Care	5.3%		
Consumer Services	3.9%		
Utilities	3.8%		
Telecommunications	2.4%		

Top 10 Holdings as at 31.01.19

	Fund (%)
ROYAL DUTCH SHELL	5.3%
BP	5.0%
HSBC HOLDINGS PLC	4.7%
BRITISH AMERICAN TOBACCO	3.3%
IMPERIAL BRANDS PLC	3.0%
GLAXOSMITHKLINE	2.7%
ASTRAZENECA PLC	2.6%
RIO TINTO	2.4%
VODAFONE GROUP	2.4%
IG GROUP HLDGS	2.1%

Total **33.5%**

No of Holdings **229**

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.