29 February 2020

Life Fund

Asset Allocation (as at 31/12/2019)

- UK Equity: 97.0%
- Money Market: 2.9%
- Futures: 0.1%

Sector Breakdown (as at 31/12/2019)

- Financials: 21.4%
- Consumer Goods: 15.5%
- Oil & Gas: 13.9%
- Consumer Services: 11.0%
- Health Care: 10.6%
- Industrials: 8.9%
- Basic Materials: 8.7%
- Other: 3.7%
- Utilities: 3.4%
- Cash: 2.9%

Regional Breakdown (as at 31/12/2019)

- UK: 100.0%

The composition of asset mix and asset allocation may change at any time and exclude cash unless otherwise stated.

Halifax UK FTSE 100

This document is provided for the purpose of information only. This factsheet is intended for individuals who are familiar with investment terminology. Please contact your financial adviser if you need an explanation of the terms used. This material should not be relied upon as sufficient information to support an investment decision. The portfolio data on this factsheet is updated on a quarterly basis.

Fund Aim

To match as closely as possible, subject to the effect of charges and regulations in force from time to time, the capital performance and net income yield of the FTSE 100 index. The Halifax FTSE 100 index Tracking Life and Pension funds invest directly into the Halifax FTSE 100 Index Tracking OEIC. Derivatives may be used for efficient portfolio management purposes only.

Basic Fund Information

- Fund Launch Date: 29/02/1996
- Fund Size: £9.6m
- Benchmark: FTSE 100
- ISIN: GB0031020992
- MEX ID: H9FTSP
- SEDOL: 3102099
- Manager Name: Quantitative Investment Team
- Manager Since: 01/04/2005

Top Ten Holdings (as at 31/12/2019)

- HSBC HOLDINGS PLC GBP0.005: 6.2%
- ASTRAZENECA PLC GBP0.0025: 5.1%
- ROYAL DUTCH SHELL A SHS GBP0.07: 4.8%
- BP PLC GBP0.0025: 4.8%
- GLAXOSMITHKLINE PLC GBP0.25: 4.5%
- ROYAL DUTCH SHELL PLC-B SHS GBP0.0007: 4.3%
- BRITISH AMERICAN TOBACCO PLC GBP0.25: 3.8%
- DIAGEO PLC GBP0.2893518: 3.8%
- FTSE 100 IDX FUT MAR20 FUT (20/03/20) ETD: 3.3%
- ABERDEEN STANDARD LIQUIDITY FU ABERDEEN STND LIQ G: 2.8%

TOTAL: 43.4%
Past Performance

Past performance is not a guide to future performance. Investment value and income from it may fall as well as rise, as a result of market and currency movements. You may not get back the amount originally invested.

Discrete Performance

<table>
<thead>
<tr>
<th></th>
<th>31/12/2018 - 31/12/2019</th>
<th>31/12/2017 - 31/12/2018</th>
<th>31/12/2016 - 31/12/2017</th>
<th>31/12/2015 - 31/12/2016</th>
<th>31/12/2014 - 31/12/2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Halifax UK FTSE 100</td>
<td>13.6%</td>
<td>-6.8%</td>
<td>10.5%</td>
<td>16.6%</td>
<td>-1.5%</td>
</tr>
<tr>
<td>FTSE 100</td>
<td>17.3%</td>
<td>-8.7%</td>
<td>11.9%</td>
<td>19.1%</td>
<td>-1.3%</td>
</tr>
</tbody>
</table>

Information is shown as unavailable if prior to the launch of fund.

Cumulative Performance

<table>
<thead>
<tr>
<th></th>
<th>29/01/2020 - 29/02/2020</th>
<th>29/11/2019 - 29/02/2020</th>
<th>28/02/2019 - 29/02/2020</th>
<th>28/02/2017 - 29/02/2020</th>
<th>28/02/2015 - 29/02/2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Halifax UK FTSE 100</td>
<td>-8.0%</td>
<td>-9.1%</td>
<td>-3.2%</td>
<td>2.0%</td>
<td>14.3%</td>
</tr>
<tr>
<td>FTSE 100</td>
<td>-9.0%</td>
<td>-9.6%</td>
<td>-2.7%</td>
<td>2.9%</td>
<td>16.5%</td>
</tr>
</tbody>
</table>

Source: FE fundinfo as at 29/02/2020

Performance figures are in £ Sterling on a single pricing basis, with income (where applicable) reinvested net of UK tax and net of total annual fund charges. These figures do not include any initial charge or other product charge(s) that may be applicable.

Quarterly Fund Manager Review

UK equities rose in the final quarter of 2019, but progress was erratic. Investors digested an economic platter soured by uninspiring newsflow and political uncertainty, yet sweetened by dissipating trade tensions and a US Federal Reserve rate cut. By the end, the Conservative Party had won a conclusive victory in the general election, uncluttering the path to Brexit and providing greater parliamentary certainty. In response, the relatively unloved UK equity market rose sharply in the final weeks of the year. The Bank of England kept interest rates at 0.75% throughout the quarter, although two committee members voted to cut rates at its November policy meeting. The lack of unanimity was, perhaps, reflected in a December statement. It said that a rate reduction would be on the cards if the health of the global economy deteriorates or the UK’s future relationship with the EU becomes problematic. Given the Conservative Party’s conclusive general election win, there has been a change in outlook for UK companies. The rally in UK equities reflected increased investor confidence in the UK economy. While some risks have been removed, issues remain. Greater political certainty means the country can move forward over the next five years. A combination of free market policies and higher government spending mean the UK economy should pick up the pace of growth. However, it is appropriate to be cautious, as the recent sharp rally on the election result has already priced in much of this benefit. The exit from the EU is unlikely to be plain sailing, and the UK remains at a competitive disadvantage to other developed countries.

Quantitative Investment Team 31/12/2019

The views, opinions and forecasts expressed in this document are those of the fund management house. Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact, nor should reliance be placed on these views when making investment decisions.