FACTSHEET

29 February 2024

Pension Fund

Scottish Widows Pension Portfolio Two Pension (Series 2)

Fund Aim

The Fund aims to deliver long-term growth by investing in other funds. The Fund invests predominantly in equities including a small proportion in listed property securities, with some exposure to fixed interest securities, by investing predominately in passive* index tracking funds. A small proportion may be actively managed. The equity investments cover a mix of geographic regions and can include the UK, other developed markets and emerging markets. The fixed interest securities can be in sterling or other currencies, including emerging markets, and may be issued by governments or companies. The property securities can be in the UK and overseas. The Fund may also invest a small proportion in cash. Non-sterling investment may be hedged back to sterling. Hedging aims to reduce the effect of fluctuations in the exchange rates between the currency of the asset and the currency of the Fund. This Fund will be reviewed periodically by Scottish Widows. In future the Fund could be invested in different funds and additional asset types, though the Fund will continue to invest predominantly in equities. *Passive management is where the fund manager aims to match a benchmark index and will buy, sell or hold investments depending on the components of that index. Active management is where the fund manager seeks to add value by making decisions on which investments to buy, sell or hold depending on, for example company, market or economic factors.

'ESG Metrics'

Asset Allocation (as at 31/12/2023)

US Equities	39.8%
International Equities	23.4%
Global Fixed Interest	9.2%
UK Equities	9.1%
Japanese Equities	5.3%
Other	4.6%
Property Shares	3.6%
UK Fixed Interest	2.5%
Money Market	1.8%
French Equities	0.6%

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

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.

Information Statement

A portion of the equities allocation is invested in a climate transition fund to take account of environmental, social and governance (ESG) considerations. The allocation also includes Real Estate Investment Trusts to gain exposure to property. Funds with an allocation to global fixed interest now benefit from diversification through a small allocation to Emerging Market Government Debt. Scottish Widows produce Environmental, Social and Governance themed fund metrics. Selected data can be found using the ESG metric link.

Due to the update scheduling of the CPI benchmark, Monthly Factsheets will illustrate the latest CPI Performance as at the point of production (i.e. with a one month lag). Quarter End Factsheets however will be synchronised with the latest quarter end CPI Performance.

Basic Fund Information

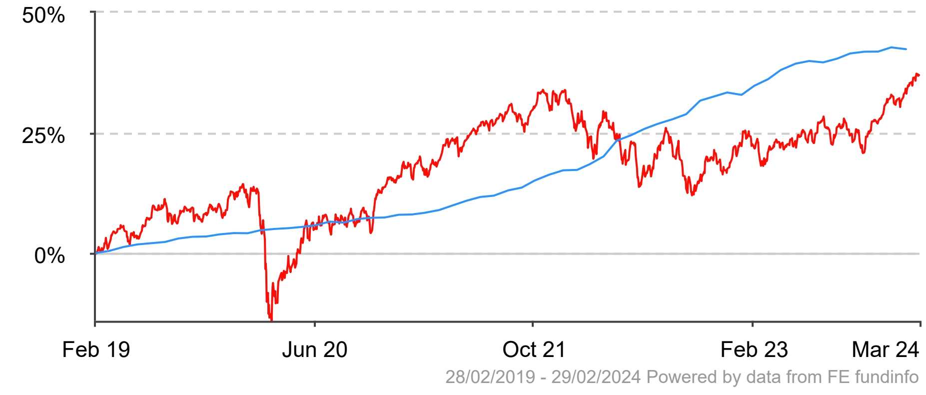
Series 2 Unit Launch Date	06/02/2006
Fund Size	£33,041.3m
Benchmark	UK Consumer Price Index + 3% p.a.
ISIN	GB00B09CD637
MEX ID	SWSTY2
SEDOL	B09CD63
Manager Name	Philip Chandler
Manager Since	07/02/2020

Top Ten Holdings

(as at 31/12/2023)

BLACKROCK ACS US EQTY TKR	28.4%
BLACKROCK ACS CLIMATE TRANSITION WORLD EQUITY FUND	16.3%
SSGA AUT EUROPE EX UK EQTY TKR	10.1%
BLACKROCK ACS UK EQUITY TKR	9.6%
SSGA AUT ASIA PACIFIC EX-JAPAN EQTY TKR	4.7%
SSGA MPF EMERGING MARKETS INDEX	4.4%
BLACKROCK ACS JAPAN EQTY TKR	4.4%
SSGA AUT EMRG MKT SCD IX EQ GBP	4.2%
ABRDN GBL CP BOND SCD TK-B ACC NPV	4.2%
ISHARES ENVIR. & LOW CARBON TILT REAL ESTATE IND. FUND (UK) X ACC	3.6%
TOTAL	**89.9%**

Past Performance



The Performance of the Pension Portfolio Fund Two is shown relative to the UK Consumer Prices Index plus 3%. CPI is a standard measure of price inflation in the UK. This aims to help customers see how their pension pot is performing compared to changes in the cost of living over time.
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

	31/12/2022 - 31/12/2023	31/12/2021 - 31/12/2022	31/12/2020 - 31/12/2021	31/12/2019 - 31/12/2020	31/12/2018 - 31/12/2019
Scottish Widows Pension Portfolio Two Pension (Series 2)	13.2%	-11.9%	15.4%	3.2%	17.6%
UK Consumer Price Index + 3% p.a.	7.0%	13.8%	8.6%	3.7%	4.3%

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

Cumulative Performance

	31/01/2024 - 29/02/2024	30/11/2023 - 29/02/2024	28/02/2023 - 29/02/2024	28/02/2021 - 29/02/2024	28/02/2019 - 29/02/2024
Scottish Widows Pension Portfolio Two Pension (Series 2)	2.1%	7.7%	12.4%	17.8%	37.0%
UK Consumer Price Index + 3% p.a.	0.0%	0.4%	5.7%	31.4%	42.4%

Source: FE fundinfo as at 29/02/2024

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.

Fund Rating Information

Overall Morningstar Rating	-
Morningstar Medalist Rating	-
FE fundinfo Crown Rating	

The FE fundinfo Crown Rating relates to this fund. However, the Morningstar ratings are based on the underlying fund. These are supplied by the respective independent ratings agencies and are the latest available at the time this factsheet was issued. Past performance is not a reliable indicator of future results.

Other Information

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

Scottish Widows
69 Morrison Street
Edinburgh EH3 1HL

Not all products have access to this fund, please refer to the relevant product literature. Full terms and conditions are available on request from us using the contact details provided. Charges, terms and the selection of funds we make available may change. Information on the general and specific risks associated with investing in this fund is available in the relevant fund guide, or KIID where applicable. All information is sourced from Scottish Widows or the relevant fund management group unless otherwise stated.

Quarterly Fund Manager Review

It was a strong quarter for global shares as the US Federal Reserve signalled that interest rate cuts may be on the way for 2024. Developed markets outperformed emerging markets amid ongoing worries over China's real estate sector. Crude oil prices fell despite some output cuts. US shares registered strong gains in the final quarter of the year, buoyed by expectations that interest rate cuts may be approaching. The S&P 500 index ended the year just short of its record high set in early 2022. The final quarter of the year was also a strong one for eurozone shares, boosted by expectations that there may be no further interest rate rises. The MSCI EMU index advanced 7.8%. UK equities also rose over the quarter. UK small and mid-cap indices outperformed the broader market as domestically focused stocks performed very strongly. Despite some weakness in October and December, gains in November meant the Japanese equity market ended the quarter in positive territory. In October, worries that US interest rates may remain higher for longer given still strong inflation weighed on market sentiment. However, investor sentiment improved, primarily due to weaker-than-expected macroeconomic figures in the US leading to expectation of US rate cuts. Asia ex Japan equities gained in the fourth quarter. Hopes that US interest rates may have peaked led to renewed investor appetite for risk assets across the region. All markets in the MSCI AC Asia ex Japan index ended the quarter in positive territory apart from China, where shares fell due to investor concerns over weaker economic growth. There were fears that stimulus measures by the Chinese government may not be sufficient to spur growth in the world's second-largest economy. The ongoing real estate crisis and uncertainty over China's regulatory regime also weakened sentiment towards Chinese stocks. Despite pressure early in the quarter, when rising bond yields and conflict in the Middle East weighed on emerging market (EM) returns, overall EM equities were strong in Q4 2023, albeit behind developed market equities.

Philip Chandler 31/12/2023
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