



# Investment Update

1 March 2018

## Highlights

Global equities dip in February

US dollar strengthens

Property has a strong start to the year

# World Markets Update

## United Kingdom

February was a disappointing month for UK equities. On Monday 5 February, the main index of large companies had its worst one-day slump since Prime Minister Theresa May called the snap UK general election in April 2017. On the broader market, consumer services was the only positive sector, while telecoms, consumer goods, utilities and oil & gas dropped the most.

Global equities, including the UK, were affected by an environment of rising bond yields, inflation concerns and a sudden rise in volatility. In this environment, investors were more attracted to safe haven investments in the US dollar and Japanese yen. At the end of February, the pound fell further against the US dollar, euro and the yen amid ongoing uncertainties around the Brexit negotiations. In its latest report card, the International Monetary Fund (IMF) stated that Brexit “is weighing on the (UK) economy, even as growth is accelerating in the rest of the world”. Stronger activity in the UK’s trading partners has increased demand for UK exports but this was outweighed by higher inflation on household budgets and postponement of firms’ investment plans. With the UK’s unemployment rate already at a 42-year low and fewer EU workers, the IMF warns that the outlook depends on the UK’s productivity performance, which has been subdued lately and complicated by Brexit. The IMF offered a set of recommendations, from improving infrastructure to reforming the education system.

The Bank of England’s Quarterly Inflation Report signalled that rates are expected to rise slightly “earlier and to a greater extent” as it attempts to deal with the effects of better global growth on UK inflation.

In company news, gold mining and exploration company Randgold Resources fell sharply amid market volatility. Another underperformer was consumer goods manufacturer Reckitt Benckiser. The release of the company’s full-year results led to a selloff in its shares as investors remained uncertain about a promised return to revenue growth in 2018.

### SUMMARY

- UK shares suffer sharpest one-day fall since snap general election
- IMF says Brexit weighing on UK economy
- Bank of England may raise rates more quickly than previously thought

## North America

Shares in large US companies were down over the month, according to the main index of blue chip stocks. The dominant fear for the month was the threat of higher inflation and rising interest rates. The worst performing sectors were energy, consumer staples and telecommunications. On the other hand, technology, financials and consumer discretionary stocks did well.

At the start of the month, the US Federal Reserve (Fed) left interest rates unchanged at a range of 1.25% to 1.50%. The Fed commented that “the stance of monetary policy remains accommodative, thereby supporting strong labour market conditions and a sustained return to 2% inflation.” The consensus market opinion is that the Fed remains on track to raise the main rate in March. This was the final meeting with Janet Yellen as Fed Chair as she was replaced by Jerome Powell on 5 February. In politics, the budgetary stalemate and brief federal shutdown were ended when both the US Senate and House of Representatives approved a plan to fund the government’s operations through to March 2018. The legislation also significantly increases spending for the US military and domestic programs over a two-year period and includes approximately \$90 billion in aid for states that experienced substantial damage from severe storms in the summer of 2017.

Turning to economics, the US Department of Labor announced that the consumer price index (CPI) rose 0.5% month-over-month in January and was up 2.1% compared to the same period a year earlier. Core inflation, which excludes food and energy prices, increased 0.3% in January and 1.8% over the previous 12 months. The greater-than-expected increase in the CPI led to speculation that the Fed may accelerate the pace of monetary policy tightening this year, as inflation is at or near the central bank’s 2% target rate.

### SUMMARY

- US equities drop over February
- US interest rates left unchanged
- Jerome Powell takes the reins at the Fed

# World Markets Update continued

## Europe

Overall, shares in European companies were down over February. Among the worst performing areas of the market were consumer goods and health care. At country level, Greece and Poland disappointed, while Finland and Norway made gains.

February's economic news was mixed. On the upside, the European Union (EU) economy expanded by 2.5% in 2017, its strongest performance since 2007. Much of this growth has been driven by four countries: Spain, Germany, Italy and France. Some Eastern European countries such as Slovakia and Latvia have also grown at a fast rate.

Meanwhile, a considerable portion of the Eurozone's strength can be attributed to the European Central Bank's stimulus policy, which has kept a lid on the cost of borrowing. By contrast, the currency bloc's manufacturing and services Purchasing Managers' Index lost some ground in February, although it did remain well above 50, the level that signals contraction.

Business sentiment was also less upbeat in the wake of the strengthening euro and recent market volatility. Germany's Ifo business confidence index dipped in February, suggesting that the recent market turmoil, domestic political impasse and fresh fears of protectionist measures out of the US have dampened business optimism. Likewise, private sector growth in France edged lower over the month.

### SUMMARY

- European equities struggle in February
- EU growth in 2017 strongest in a decade
- Eurozone economic momentum decelerates

## Other Overseas

Japanese stocks fell over February, in common with other developed equity markets. Shares in energy and real estate companies suffered the biggest losses, while the pharmaceutical sector managed a small gain in yen terms. Japan's industrial production fell 6.6% over the final quarter of 2017, the biggest drop since the country was struck by an earthquake and tsunami in 2011. In addition, Japanese retail sales failed to meet expectations, falling 1.8% from January.

Late in February, investors in Chinese equities were disappointed by news that China's manufacturing sector had suffered its sharpest fall in six years. Elsewhere in Asia, a joint decision by the three Indian stock exchanges to stop offshore trading of products linked to domestic indices – chiefly derivatives – caused jitters among foreign investors and led index provider MSCI to declare the decision “anti-competitive”.

Central banks in Latin America continue to pursue divergent policy paths. In Brazil, policymakers cut the benchmark interest rate to an all-time low of 6.75%, though the fact that the reduction was proportionally smaller than previous changes hinted that the end of monetary easing may be forthcoming. Meanwhile, Mexico's central bank raised rates for a second straight meeting to combat still-high inflation.

In South Africa, news of Jacob Zuma's resignation as president lifted the rand to a three-year high, but did little to lift South Africa's equity market as many of its listed companies conduct their operations outside the country.

Overall, emerging equity markets were down over the month. At country level, Poland, Qatar and China fared particularly badly, while Thailand, Russia and Brazil produced positive returns in local currency terms.

### SUMMARY

- Japanese shares fall
- China's manufacturing sector falters
- Emerging markets also suffer declines

# World Markets Update continued

## Commodities

Many commodities fell over February. The oil price suffered a big decline in the first week the month, after the US Energy Information Administration reported that production in the US reached a record high of 10.25 million barrels per day. The price rallied a little after the same body reported that inventories declined by 1.6 million barrels the following week. Prices were also bolstered by the temporary closure of Libya's el-Feel oilfield, which produces roughly 70,000 barrels per day, after armed guards staged a protest over pay. Nevertheless, the price per barrel of Brent crude fell 4.3% to \$65.70 over the month.

The price of copper dropped after weaker-than-expected manufacturing figures from China, the world's biggest consumer of the metal. Tougher Chinese environmental rules were partly responsible. Strength in the US dollar also contributed to a 2.6% decline in February as copper is priced in dollars and becomes more expensive for international buyers if the US currency rises against its peers.

Turning to precious metals, the price of gold bullion dropped 1.7% over February, ending the month at \$1,319.34 per Troy ounce.

## Indices Performance Statistics

Index	Performance Change % over February	Performance Change % year to date
FTSE All-Share (UK)	-3.3	-5.7
FTA British Govt Over - 15 Years	0.5	-3.2
FTSE World (ex UK) (£)	-3.6	0.4
FTSE World Europe (ex UK) (£)	-3.1	-1.4
Dow Jones Composite	-4.4	-1.0

Source: Financial Express, to 28.02.2018. Capital return performance.

## Currencies

The US dollar strengthened during February, with the dollar index pulling away from a three-year low which was hit in the final days of January. The move upwards was in response to a rise in Treasury yields, which themselves were driven higher by expectations that the Federal Reserve (Fed) would raise interest rates more aggressively than previously anticipated. In recent months, the currency has generally shown little response to Fed pronouncements, with concerns about US government dollar policy having driven the dollar lower. Elsewhere, sterling weakened as the UK government faced more problems in its negotiations to leave the European Union (EU). Michel Barnier, the EU's chief negotiator, reiterated that a transition deal was not a foregone conclusion. Meanwhile, the Japanese yen was boosted by Haruhiko Kuroda's re-nomination as head of the Bank of Japan for another five-year term.

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# World Markets Update continued

## Bond Markets

Throughout February, there was mounting speculation that the US Federal Reserve (Fed) will raise interest rates more aggressively during 2018 than had been previously expected. The initial impetus was January's US employment report, which showed a larger-than-expected rise in average hourly earnings. The year-on-year increase was 2.9% – its highest level in nearly nine years.

Analysts interpreted this as an indication that the jobs market was nearing full capacity; with higher wages exerting pressure on inflation, the market concluded that there could be as many as four interest rate hikes during 2018. Yields on longer-dated US Treasuries rose sharply to a four-year high. The minutes of the Fed's January policy meeting lent further weight to the belief that the Fed was taking a more aggressive approach to policy normalisation.

As the month drew to a close, all eyes were on Jerome "Jay" Powell and his inaugural testimony to the US Congress as Fed chair. His remarks were interpreted as mildly hawkish.

Minutes from the January meeting of the European Central Bank (ECB) also stimulated some debate. These provided hints that the ECB might leave the door open to a resumption of quantitative easing if conditions warranted.

Over February as a whole, the 10-year Treasury yield moved 0.16 percentage points higher, starting the month at 2.71% and ending it at 2.87%. Meanwhile, the 10-year German Bund yield moved from 0.64% to 0.61%, and the yield on the 10-year UK Gilt was almost unchanged, moving from 1.52% to 1.53%.

Volatility returned to risk markets in February as expectations firmed that inflation is rising, wages are rising (in real terms) and interest rates will rise. The impact on corporate bond markets was a widening of yield spreads over government bonds throughout the index.

## Property

It was a good start to the year for UK commercial property, with figures for January (the latest data available) showing positive returns over the month and a further rise in capital values. That said, there is a significant difference across the main sectors with industrials posting the highest returns, while the retail sector was marginally negative over the month. This continues to reflect the high demand for industrial assets as shoppers move to online shopping. Poorer quality retail assets, such as in many high streets, continue to struggle.

The casual dining sector has replaced many vacant high street stores in recent years but news suggests that it is now coming under pressure too. Jamie's Italian, the chain owned by celebrity chef Jamie Oliver, announced during February that it plans to close 12 restaurants. This followed an announcement in January by the burger chain Byron that it plans to close a third of its eateries. Among the reasons for the closures are: concerns over strong competition; an oversupply of restaurants of this type; higher costs of importing food following the Brexit vote; higher business rates; and falling consumer spending.

There was further bad news for the struggling retail sector with the announcement that Toys R Us had gone into administration after a restructuring plan failed to save its 105 UK stores. Maplin, one of the UK's biggest electronics retailers, suffered a similar fate after it declared that talks to find a buyer for its 200 stores had fallen through. Elsewhere, up to 40 Homebase stores could be closed as part of a review by its Australian owner Wesfarmers.

Meanwhile Amazon, one of the key beneficiaries of the switch to online retailing, is looking to expand its footprint by securing further UK sites for its click & collect business. According to Property Week, Amazon plans to park its trucks in key locations so that customers can collect their one-day promotional offers. Spaces of up to 750 square feet would be required for several hours each day. The system is already up and running at Charing Cross in London and Portland Street in Manchester.

## Scottish Widows pension funds, managed by Aberdeen Asset Management - Performance Statistics 1 March 2018

Funds	Launch Date	Size of Fund (£m)	Performance Change %			Annualised Compound Return %				Discrete Annual Performance %				
			1 Year	3 Years	5 Years	1 Year	3 Years	5 Years	10 Years	Q4 2016-Q4 2017	Q4 2015-Q4 2016	Q4 2014-Q4 2015	Q4 2013-Q4 2014	Q4 2012-Q4 2013
Adventurous Solution	24/10/2005	50.9	4.3 -	20.7 -	44.3 -	4.3	6.5	7.6	6.0	10.4	15.4	1.5	4.6	17.1
Balanced Portfolio	28/01/2002	215.0	2.8 -	15.8 -	36.7 -	2.8	5.0	6.5	6.1	6.5	13.1	1.4	8.0	11.4
Balanced Solution	24/10/2005	144.2	2.5 -	11.9 -	28.8 -	2.5	3.8	5.2	5.0	6.8	9.3	1.1	4.5	10.8
Building Society *	01/07/1993	86.7	-0.7 (4)	-1.6 (4)	-2.6 (4)	-0.7	-0.5	-0.5	0.0	-0.7	-0.4	-0.4	-0.6	-0.6
Cash	01/07/1981	1045.2	-0.6 (4)	-1.5 (4)	-2.5 (4)	-0.6	-0.5	-0.5	0.0	-0.7	-0.4	-0.5	-0.5	-0.5
Cautious Managed	01/11/2005	212.6	2.6 (2)	13.2 (2)	34.4 (1)	2.6	4.2	6.1	5.2	6.3	8.8	3.1	8.7	8.9
Cautious Portfolio	28/01/2002	48.9	0.7 -	5.8 -	18.0 -	0.7	1.9	3.4	4.5	3.1	6.7	-0.1	8.1	2.4
Cautious Solution	24/10/2005	51.3	1.2 -	7.1 -	19.5 -	1.2	2.3	3.6	4.3	4.7	5.3	1.1	4.5	6.0
Consensus	02/03/1998	2812.3	2.6 (4)	21.7 (2)	41.4 (3)	2.6	6.8	7.2	6.0	7.0	20.2	0.5	5.6	13.7
Corporate Bond	28/07/2003	186.7	0.7 (3)	9.7 (2)	25.5 (2)	0.7	3.1	4.7	6.0	3.7	11.6	-1.2	12.2	0.4
Defensive Managed	01/11/2005	56.1	1.3 (2)	11.2 (2)	29.8 (1)	1.3	3.6	5.4	5.0	4.8	8.7	2.4	9.6	5.8
Defensive Solution	24/10/2005	18.0	1.0 -	6.3 -	16.1 -	1.0	2.1	3.0	3.8	4.3	4.7	1.1	4.0	4.0
Discovery Solution	24/10/2005	49.3	1.9 -	9.2 -	24.4 -	1.9	3.0	4.5	4.6	5.8	7.0	1.3	4.4	9.1
Diversified Assets	01/08/2007	8.5	4.0 (1)	12.5 (3)	19.1 (4)	4.0	4.0	3.6	3.9	7.6	6.9	0.8	3.3	4.9
Dynamic Property	01/08/2007	19.1	0.6 (1)	12.4 (3)	42.3 (1)	0.6	4.0	7.3	4.6	7.7	6.9	7.5	18.7	6.3
Dynamic Solution	24/10/2005	59.3	4.0 -	18.5 -	40.1 -	4.0	5.8	7.0	5.8	9.8	13.4	1.5	4.4	15.5
Emerging Markets	01/11/2005	76.8	18.3 (2)	45.1 (2)	36.9 (3)	18.3	13.2	6.5	4.7	24.1	34.3	-10.8	1.4	-5.9
Environmental	09/05/2000	133.5	7.7 (1)	17.0 (2)	46.8 (2)	7.7	5.4	8.0	4.2	13.0	9.2	2.3	-1.3	29.5
Ethical	25/10/2004	76.1	10.6 (1)	21.2 (1)	45.8 (2)	10.6	6.6	7.8	3.4	16.6	11.4	1.0	-1.9	26.0
European	02/11/1998	421.8	12.8 (3)	34.4 (2)	59.5 (3)	12.8	10.4	9.8	5.3	17.5	18.7	5.0	-1.2	23.2
European Real Estate	01/11/2005	29.8	10.3 (1)	18.6 (1)	63.7 (1)	10.3	5.8	10.4	5.2	19.0	4.9	14.1	16.0	10.4
Fixed Interest	01/07/1981	420.5	-2.2 (3)	5.8 (3)	14.4 (3)	-2.2	1.9	2.7	4.6	0.6	9.0	-0.5	11.6	-5.5
Formerly Lloyds TSB American	01/10/1980	20.1	4.0 (3)	46.2 (2)	97.7 (3)	4.0	13.5	14.6	12.4	8.4	32.8	3.9	18.7	28.9
Formerly Lloyds TSB Cash	01/12/1987	8.9	-0.7 (4)	-1.8 (4)	-3.0 (4)	-0.7	-0.6	-0.6	-0.1	-0.7	-0.6	-0.5	-0.6	-0.6

Formerly Lloyds TSB European	01/01/1988	38.6	12.5 (3)	33.5 (3)	57.6 (3)	12.5	10.1	9.5	5.1	17.2	18.3	4.8	-1.4	22.9
Formerly Lloyds TSB Far East	01/11/1988	12.3	13.7 (2)	41.5 (2)	44.9 (2)	13.7	12.3	7.7	7.7	24.0	30.4	-7.4	8.4	-1.1
Formerly Lloyds TSB Fixed Interest	01/11/1987	64.1	-2.3 (3)	5.4 (3)	13.9 (3)	-2.3	1.8	2.6	4.5	0.5	8.9	-0.6	11.4	-5.3
Formerly Lloyds TSB FTSE 100 Tracker	01/01/1988	71.7	2.7 (4)	14.4 (3)	32.0 (4)	2.7	4.6	5.7	4.9	10.3	16.8	-1.6	-0.3	16.5
Formerly Lloyds TSB Guaranteed Deposit	01/11/1984	8.9	0.1 (1)	0.3 (1)	0.4 (1)	0.1	0.1	0.1	0.5	0.1	0.1	0.1	0.1	0.0
Formerly Lloyds TSB Island	01/03/1987	14.3	4.8 (2)	24.4 (1)	42.3 (2)	4.8	7.5	7.3	5.5	8.9	17.6	2.8	4.6	12.3
Formerly Lloyds TSB Managed Pension	01/11/1987	4226.3	4.3 (3)	23.8 (1)	41.1 (3)	4.3	7.4	7.1	6.0	8.6	19.3	1.2	4.1	12.8
Formerly Lloyds TSB Pension Managed S2	23/10/1999	4226.3	4.4 (3)	24.2 (1)	41.8 (3)	4.4	7.5	7.2	-	8.8	19.4	1.3	4.2	12.9
Formerly Lloyds TSB Property	01/02/1988	16.6	7.4 (3)	20.5 (2)	47.0 (2)	7.4	6.4	8.0	3.5	8.6	1.3	11.0	10.3	9.6
Formerly Lloyds TSB UK Equity	01/01/1988	89.8	5.0 (2)	16.1 (2)	34.8 (4)	5.0	5.1	6.2	4.3	12.3	12.6	1.4	-2.1	19.8
Fundamental Index Emerging Markets Equity	14/11/2016	27.9	9.2 (4)	-	26.7 -	9.2	-	20.8	-	13.2	-	-	-	-
Fundamental Index Global Equity	14/11/2016	0.2	4.0 (4)	-	13.9 -	4.0	-	11.0	-	9.6	-	-	-	-
Fundamental Index UK Equity	14/11/2016	0.2	6.3 (2)	-	15.1 -	6.3	-	11.9	-	11.5	-	-	-	-
Fundamental Low Volatility Index Emerging Markets Equity	14/11/2016	0.1	2.9 (4)	-	14.4 -	2.9	-	11.4	-	8.2	-	-	-	-
Fundamental Low Volatility Index Global Equity	14/11/2016	0.0	-0.6 (4)	-	7.0 -	-0.6	-	5.6	-	5.1	-	-	-	-
Fundamental Low Volatility Index UK Equity	14/11/2016	0.1	1.4 (4)	-	8.8 -	1.4	-	7.0	-	6.6	-	-	-	-
Global Equity	09/05/2000	216.4	7.8 (2)	39.8 (2)	73.7 (2)	7.8	11.8	11.7	8.4	12.7	27.9	1.2	8.6	24.2
High Income Bond	28/07/2003	34.9	2.6 (4)	7.9 (4)	17.8 (4)	2.6	2.6	3.3	5.7	5.0	10.7	-4.6	0.0	7.4
Indexed Stock	19/04/1982	132.3	-2.9 (4)	19.7 (3)	36.0 (3)	-2.9	6.2	6.3	6.9	1.5	24.0	-2.0	18.0	-0.5
International	01/07/1981	308.8	6.5 (3)	38.9 (2)	69.7 (2)	6.5	11.6	11.2	8.4	11.1	29.5	2.1	8.9	19.8
International Equity Tracker *	28/09/2001	89.0	5.9 (3)	40.6 (2)	71.5 (2)	5.9	12.0	11.4	8.2	11.5	29.9	1.7	11.6	18.4

Source: Financial Express as at 28.02.2018 Performance figures in blue are since launch of the fund. No performance information is shown for funds with less than four full quarters of performance history.

Performance figures are in £ sterling on a bid to bid basis, with income (where applicable) reinvested gross of UK tax and net of total annual fund charges. The figures do not include any initial charge or other product charge(s) that may be applicable. Past performance is not a reliable indicator of future results. The value of an investment is not guaranteed and can go up and down depending on investment performance (and currency exchange rates where a fund invests overseas).

Scottish Widows operates four different series of fund prices for its range of pension products. The fund series that applies will depend on the pension product chosen. The prices used for the performance data in this document are based on the series 2 prices in accordance with ABI rules on reporting of past performance. The performance of the funds using series 1 series 3 or series 4 prices will be different and dependent on the relevant fund charges.

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Please note that the funds marked with an \* are not available for new investment and we have therefore ceased to market them to new investors.

# Scottish Widows pension funds, managed by Aberdeen Asset Management - Performance Statistics 1 March 2018

Funds	Launch Date	Size of Fund (£m)	Performance Change %			Annualised Compound Return %				Discrete Annual Performance %				
			1 Year	3 Years	5 Years	1 Year	3 Years	5 Years	10 Years	Q4 2016-Q4 2017	Q4 2015-Q4 2016	Q4 2014-Q4 2015	Q4 2013-Q4 2014	Q4 2012-Q4 2013
Japanese	02/11/1998	50.6	5.3 (4)	41.6 (4)	69.3 (4)	5.3	12.3	11.1	6.8	10.9	24.9	14.1	1.4	21.1
Mixed	01/07/1981	4019.5	4.7 (2)	24.7 (1)	42.0 (2)	4.7	7.6	7.3	6.1	8.9	18.9	1.8	3.8	13.2
Multi Manager Diversity	26/05/2009	7.5	0.6 (4)	7.5 (4)	18.1 (4)	0.6	2.4	3.4	-	3.7	6.7	0.8	2.7	8.7
Multi Manager Select Boutiques	26/05/2009	3.7	6.3 (2)	27.1 (2)	51.8 (2)	6.3	8.3	8.7	-	11.1	14.6	5.7	5.6	18.6
Multi-Manager Global Real Estate	01/06/2006	11.6	-10.4 (4)	13.0 (2)	31.2 (2)	-10.4	4.2	5.6	6.7	1.4	21.7	4.5	21.1	1.7
Multi-Manager International Equity	25/10/2004	49.9	7.0 (2)	40.7 (2)	72.9 (2)	7.0	12.1	11.6	9.4	12.5	26.9	3.0	9.9	20.6
Multi-Manager UK Equity Focus	25/10/2004	10.0	5.4 (2)	17.9 (2)	41.7 (2)	5.4	5.7	7.2	5.3	12.3	13.3	2.6	-1.4	23.9
Multi-Manager UK Equity Growth	25/10/2004	12.9	5.5 (2)	13.0 (3)	39.0 (3)	5.5	4.2	6.8	5.7	12.4	11.0	0.4	0.9	25.0
Multi-Manager UK Equity Income	25/10/2004	20.9	2.4 (3)	13.9 (3)	43.5 (3)	2.4	4.4	7.5	5.8	8.4	10.7	4.5	4.6	21.7
North American	02/11/1998	273.8	5.1 (3)	48.9 (2)	106.8 (2)	5.1	14.2	15.6	12.3	8.9	33.1	4.7	19.3	31.1
Opportunities Portfolio	28/01/2002	81.4	5.2 (4)	27.9 (4)	61.0 (3)	5.2	8.5	10.0	7.6	10.5	20.6	3.1	7.7	22.5
Pension Portfolio Four	06/02/2006	4323.8	2.8 -	19.2 -	40.1 -	2.8	6.0	7.0	6.9	6.6	16.7	0.9	9.3	9.8
Pension Portfolio One	06/02/2006	1540.8	8.1 -	34.0 -	62.8 -	8.1	10.3	10.2	7.7	13.9	24.5	1.6	5.1	19.8
Pension Portfolio Three	06/02/2006	5306.9	5.5 -	26.8 -	51.6 -	5.5	8.2	8.7	7.4	10.3	21.0	1.0	7.7	13.7
Pension Portfolio Two	06/02/2006	12750.9	6.8 -	29.8 -	56.5 -	6.8	9.1	9.4	7.5	12.1	22.3	1.3	6.1	16.8
Pension Protector	28/07/2003	1152.3	0.8 (1)	11.6 (4)	33.1 (4)	0.8	3.7	5.9	6.3	4.9	18.2	-3.2	16.7	-2.9
PM Cash	21/04/1981	44.9	0.1 -	0.8 -	1.4 -	0.1	0.3	0.3	0.8	0.1	0.3	0.4	0.3	0.3
PM Consensus	02/03/1998	47.2	2.7 -	24.2 -	46.5 -	2.7	7.5	7.9	6.8	7.1	20.7	1.9	6.7	14.8
PM Emerging Markets Equity	02/01/1997	1.4	19.4 -	48.9 -	42.8 -	19.4	14.2	7.4	5.3	24.8	34.5	-10.1	2.0	-5.2
PM Index Linked Gilt Tracker	25/11/2003	38.7	-1.5 -	23.1 -	45.3 -	-1.5	7.2	7.8	8.3	2.8	25.6	-1.4	21.2	0.6
PM Managed	03/09/1968	286.7	5.8 -	25.3 -	46.7 -	5.8	7.8	8.0	6.5	9.7	17.6	3.3	3.6	15.3
PM Property	21/04/1981	89.2	7.8 -	11.0 -	43.0 -	7.8	3.5	7.4	3.8	8.1	-5.8	9.9	14.0	11.5
PM Protection	01/07/1988	32.4	-1.7 -	17.1 -	44.5 -	-1.7	5.4	7.6	8.2	2.9	19.4	0.3	25.4	-6.0
PM Stock Exchange Equity Fund	01/05/1992	10.3	7.3 -	30.4 -	55.3 -	7.3	9.2	9.2	7.0	12.0	20.7	3.4	3.7	18.7



PM UK Equity Cap	08/02/2006	0.3	9.6 -	19.1 -	40.5 -	9.6	6.0	7.0	5.5	16.2	10.8	2.5	-1.5	20.8
PM UK Index	02/01/1997	16.6	5.5 -	19.4 -	43.3 -	5.5	6.1	7.5	6.5	12.7	14.9	1.6	0.9	20.7
PM UK Long Corporate Bond	30/03/2000	101.8	1.5 -	14.6 -	41.6 -	1.5	4.7	7.2	8.1	5.7	16.4	-0.2	17.4	-0.2
Progressive Portfolio	28/01/2002	127.0	4.2 -	23.1 -	51.3 -	4.2	7.2	8.6	7.1	9.0	17.8	2.4	7.7	18.4
Property	01/07/1981	1490.8	7.3 (3)	20.4 (2)	47.3 (2)	7.3	6.4	8.1	2.6	8.4	1.3	11.5	12.3	7.5
Specialist Global Equity	13/12/2010	5.6	3.2 -	22.2 -	39.4 -	3.2	6.9	6.9	-	10.2	28.7	-6.1	4.2	18.7
Strategic Income Bond	28/07/2003	117.6	1.9 (3)	12.8 (2)	31.1 (1)	1.9	4.1	5.6	6.5	5.2	10.0	1.3	9.2	4.6
Strategic Solution	24/10/2005	62.0	3.1 -	13.8 -	33.0 -	3.1	4.4	5.9	5.0	8.1	10.4	1.4	4.2	13.4
UK All Share Tracker	06/04/2001	662.7	4.4 (3)	16.4 (2)	37.2 (3)	4.4	5.2	6.5	5.6	11.5	14.8	0.8	0.1	18.1
UK Equity	01/07/1981	751.1	5.4 (2)	16.8 (2)	35.7 (3)	5.4	5.3	6.3	5.6	12.7	12.7	1.5	-2.0	19.6
UK Equity Index *	07/01/1997	109.1	2.8 (4)	14.7 (3)	32.7 (4)	2.8	4.7	5.8	5.0	10.4	17.0	-1.5	-0.2	16.6
UK Fixed Interest Tracker	06/04/2001	138.7	-2.4 (4)	6.5 (3)	16.2 (2)	-2.4	2.1	3.1	4.5	0.5	9.5	-0.2	12.4	-4.9
UK Opportunities	01/06/2006	12.6	3.3 (3)	10.3 (4)	13.3 (4)	3.3	3.3	2.5	3.1	11.3	14.7	-4.3	-9.3	12.5
UK Real Estate	01/06/2006	14.3	0.4 (4)	-6.4 (4)	43.6 (4)	0.4	-2.2	7.5	0.4	10.8	-10.5	10.4	19.7	21.3

Source: Financial Express as at 28.02.2018 Performance figures in blue are since launch of the fund. No performance information is shown for funds with less than four full quarters of performance history.

Performance figures are in £ sterling on a bid to bid basis, with income (where applicable) reinvested gross of UK tax and net of total annual fund charges. The figures do not include any initial charge or other product charge(s) that may be applicable. Past performance is not a reliable indicator of future results. The value of an investment is not guaranteed and can go up and down depending on investment performance (and currency exchange rates where a fund invests overseas).

Scottish Widows operates four different series of fund prices for its range of pension products. The fund series that applies will depend on the pension product chosen. The prices used for the performance data in this document are based on the series 2 prices in accordance with ABI rules on reporting of past performance. The performance of the funds using series 1 series 3 or series 4 prices will be different and dependent on the relevant fund charges.

Not all Scottish Widows products have access to these funds, please refer to the relevant product literature. Full terms and conditions are available on request from Scottish Widows 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. We may change the investment approach rating for the fund in the future.

Please note that the funds marked with an \* are not available for new investment and we have therefore ceased to market them to new investors.

## SW pension funds, managed by other fund managers - Performance Statistics 1 March 2018

Funds	Launch Date	Size of Fund (£m)	Performance Change %			Annualised Compound Return %				Discrete Annual Performance %				
			1 Year	3 Years	5 Years	1 Year	3 Years	5 Years	10 Years	Q4 2016-Q4 2017	Q4 2015-Q4 2016	Q4 2014-Q4 2015	Q4 2013-Q4 2014	Q4 2012-Q4 2013
SW Allianz European Equity Dividend	14/11/2016	0.3	7.8 (4)	-	13.5 -	7.8	-	10.7	-	11.0	-	-	-	-
SW Artemis UK Select	19/09/2001	87.1	12.1 (1)	21.5 (1)	59.1 (1)	12.1	6.7	9.7	7.6	20.1	0.8	10.1	-0.6	37.4
SW Artemis UK Smaller Companies	19/09/2001	70.2	18.1 (3)	58.7 (2)	85.1 (3)	18.1	16.6	13.1	7.6	28.7	11.8	14.8	-2.6	29.9
SW Artemis US Select	14/11/2016	22.5	12.8 (1)	-	23.2 -	12.8	-	18.2	-	14.2	-	-	-	-
SW Aviva Investors High Yield Bond	14/11/2016	2.0	1.0 (4)	-	4.1 -	1.0	-	3.3	-	3.1	-	-	-	-
SW Aviva Investors Strategic Bond	14/11/2016	1.6	0.1 (4)	-	2.5 -	0.1	-	2.0	-	2.5	-	-	-	-
SW Aviva Multi-Strategy ('AIMS') Target Income	14/11/2016	1.2	-1.1 -	-	-0.2 -	-1.1	-	-0.2	-	-2.3	-	-	-	-
SW Baillie Gifford Japanese Equity Fund	21/04/2008	32.8	18.4 (1)	67.2 (1)	128.6 (1)	18.4	18.7	18.0	-	25.6	33.0	11.1	-0.7	42.8
SW Baillie Gifford Managed	01/11/2005	116.0	10.6 (1)	35.4 (1)	59.3 (1)	10.6	10.6	9.8	8.8	14.6	17.3	6.3	4.1	17.8
SW Baillie Gifford Multi Asset Growth	14/11/2016	1.9	5.9 -	-	11.4 -	5.9	-	9.0	-	8.0	-	-	-	-
SW Baillie Gifford North American Equity Fund	21/04/2008	82.9	26.1 (1)	86.1 (1)	146.4 (1)	26.1	23.0	19.8	-	22.7	26.5	13.9	17.1	25.5
SW BlackRock Gold & General	05/12/2011	15.5	-20.7 (4)	12.3 (4)	-29.6 (4)	-20.7	4.0	-6.8	-	-4.3	78.5	-18.9	2.2	-47.9
SW BlackRock Managed	07/07/1999	56.8	5.9 (1)	19.8 (3)	38.2 (3)	5.9	6.2	6.7	5.2	11.4	11.0	3.6	3.0	14.1
SW BlackRock UK	19/09/2001	69.7	9.8 (1)	25.0 (1)	44.1 (2)	9.8	7.7	7.6	3.9	15.2	6.4	11.0	-0.5	16.7
SW BlackRock UK Smaller Companies	19/09/2001	102.4	22.9 (1)	56.6 (2)	90.8 (3)	22.9	16.1	13.8	11.7	31.4	8.6	16.5	-7.3	39.9
SW BlackRock UK Special Situations Fund	21/04/2008	40.3	13.5 (1)	28.3 (1)	43.3 (2)	13.5	8.7	7.5	-	20.9	11.0	4.5	-7.1	22.9
SW Fidelity 50:50 Special Situations	18/09/2006	128.1	8.0 (2)	40.2 (2)	80.5 (1)	8.0	11.9	12.5	8.4	15.0	19.8	10.6	5.6	29.5
SW Fidelity American	19/09/2001	64.2	2.3 (4)	30.6 (4)	77.1 (4)	2.3	9.3	12.1	9.9	6.8	27.7	0.4	15.6	28.4
SW Fidelity Asia	19/09/2001	223.4	22.9 (1)	60.6 (1)	73.7 (1)	22.9	17.1	11.7	10.1	31.4	27.5	0.8	9.2	2.4
SW Fidelity European	19/09/2001	135.2	14.9 (1)	33.8 (3)	54.0 (4)	14.9	10.2	9.0	5.9	18.1	16.8	5.0	2.3	17.1
SW Fidelity Global Special Situations	18/09/2006	52.4	9.2 (2)	51.0 (1)	101.3 (1)	9.2	14.7	15.0	7.9	15.8	26.6	9.8	13.6	27.5
SW Fidelity Managed	07/07/1999	70.0	5.0 (2)	21.6 (2)	46.9 (1)	5.0	6.7	8.0	6.6	10.1	12.2	5.2	7.1	15.4
SW Fidelity Money Builder Income	21/04/2008	50.1	0.7 (3)	7.9 (4)	22.7 (3)	0.7	2.6	4.2	-	4.1	8.5	-0.7	11.8	-0.4
SW Fidelity Special Situations (2006)	18/09/2006	41.5	6.8 (2)	29.7 (1)	60.7 (1)	6.8	9.1	10.0	8.5	14.2	13.2	11.3	-2.0	31.4

SW Henderson Cautious Managed	19/01/2004	31.4	0.8 (4)	6.2 (4)	23.7 (3)	0.8	2.0	4.3	5.3	5.0	7.8	-0.3	3.6	13.6
SW Henderson Fixed Interest Monthly Income Fund	19/01/2004	42.2	4.5 (1)	13.2 (1)	32.6 (1)	4.5	4.2	5.8	6.1	9.1	6.1	2.6	7.5	6.7
SW Henderson Global Equity Income	19/01/2004	11.3	4.3 (4)	30.2 (3)	62.4 (3)	4.3	9.2	10.2	5.7	9.9	21.5	5.2	6.1	24.7
SW Henderson UK Property Fund	01/06/2006	66.4	8.4 (2)	11.2 (3)	42.1 (3)	8.4	3.6	7.3	3.0	8.4	-4.7	8.8	12.0	12.3
SW Insight Global Absolute Return	14/11/2016	1.8	3.9 -	-	8.0 -	3.9	-	6.4	-	7.7	-	-	-	-
SW Invesco Perpetual Corporate Bond	19/09/2001	172.6	2.7 (1)	8.3 (3)	20.1 (4)	2.7	2.7	3.7	6.0	5.1	4.8	0.8	5.6	4.3
SW Invesco Perpetual Distribution	01/11/2005	95.1	1.5 (3)	6.5 (4)	24.7 (3)	1.5	2.1	4.5	6.9	6.5	5.5	0.8	4.3	13.6
SW Invesco Perpetual Global Bond	19/09/2001	24.6	-2.1 (2)	10.3 (3)	8.1 (3)	-2.1	3.3	1.6	5.0	-0.6	10.3	2.0	3.4	-0.7
SW Invesco Perpetual High Income	19/09/2001	488.3	-4.2 (4)	1.5 (4)	36.2 (3)	-4.2	0.5	6.4	6.4	4.3	2.8	9.0	9.4	25.2
SW Invesco Perpetual Managed	07/07/1999	387.8	4.2 (3)	23.6 (2)	55.6 (1)	4.2	7.3	9.2	7.9	8.9	18.8	3.5	5.2	23.6
SW Investec Cautious Managed	25/10/2004	97.7	-1.4 (4)	12.3 (3)	17.2 (4)	-1.4	3.9	3.2	5.6	2.8	18.2	-2.9	-0.4	7.6
SW Investec Diversified Growth	14/11/2016	0.4	2.5 -	-	7.3 -	2.5	-	5.8	-	8.7	-	-	-	-
SW JPM Emerging Markets	21/04/2008	104.0	20.8 (2)	46.0 (2)	41.1 (2)	20.8	13.4	7.1	-	28.8	36.1	-11.8	4.1	-6.7
SW JPM Europe Dynamic (ex-UK)	21/04/2008	48.1	11.7 (3)	39.0 (2)	79.9 (1)	11.7	11.6	12.5	-	15.9	18.6	7.5	0.4	36.6
SW JPM Global Macro Balanced	01/11/2005	16.3	10.0 (1)	7.0 (4)	26.9 (2)	10.0	2.3	4.9	1.9	8.6	-1.5	3.1	7.3	10.0
SW JPM Natural Resources	21/04/2008	50.5	2.3 (1)	24.4 (1)	-16.2 (2)	2.3	7.6	-3.5	-	9.5	80.6	-34.9	-16.7	-20.1
SW Jupiter Distribution	19/01/2004	41.2	-0.8 (4)	7.6 (3)	25.0 (3)	-0.8	2.5	4.6	5.1	3.6	6.8	3.8	6.4	8.6
SW Jupiter Income	19/01/2004	47.7	3.3 (3)	19.4 (1)	50.5 (2)	3.3	6.1	8.5	5.6	8.8	17.8	1.4	2.7	24.9
SW Jupiter UK Growth	25/10/2004	53.0	0.3 (4)	-2.6 (4)	34.0 (4)	0.3	-0.9	6.0	6.0	7.0	-8.2	6.5	6.9	34.3
SW Liontrust UK Smaller Companies	14/11/2016	10.3	19.9 (2)	-	33.6 -	19.9	-	26.1	-	26.0	-	-	-	-
SW Newton Global Equity	19/09/2001	73.7	3.3 (4)	32.3 (3)	66.3 (3)	3.3	9.8	10.7	7.4	9.9	19.9	8.4	10.3	23.4

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## SW pension funds, managed by other fund managers - Performance Statistics 1 March 2018

Funds	Launch Date	Size of Fund (£m)	Performance Change %			Annualised Compound Return %				Discrete Annual Performance %				
			1 Year	3 Years	5 Years	1 Year	3 Years	5 Years	10 Years	Q4 2016- Q4 2017	Q4 2015- Q4 2016	Q4 2014- Q4 2015	Q4 2013- Q4 2014	Q4 2012- Q4 2013
SW Newton Global Income	05/12/2011	54.9	0.4 (4)	39.3 (2)	62.1 (3)	0.4	11.7	10.1	-	6.8	28.2	8.9	8.0	13.9
SW Newton International Bond	19/09/2001	34.2	-4.9 (3)	15.5 (2)	8.4 (3)	-4.9	4.9	1.6	5.1	-3.0	22.1	0.2	5.2	-8.4
SW Newton Managed	07/07/1999	1077.1	2.8 (4)	19.1 (3)	44.7 (2)	2.8	6.0	7.7	6.7	9.6	9.3	6.9	7.3	16.4
SW Newton Real Return	05/12/2011	22.0	-2.3 -	-0.5 -	6.2 -	-2.3	-0.2	1.2	-	1.7	3.3	0.5	2.5	4.6
SW Newton UK Income	19/09/2001	60.1	1.3 (3)	15.9 (3)	42.8 (4)	1.3	5.0	7.4	6.4	9.9	8.6	6.1	5.7	19.2
SW Nordea 1 GBP Diversified Return	14/11/2016	0.1	0.1 -	- -	3.1 -	0.1	-	2.5	-	3.6	-	-	-	-
SW Payden Absolute Return Bond	14/11/2016	0.5	0.9 (4)	- -	1.7 -	0.9	-	1.4	-	1.2	-	-	-	-
SW Royal London UK Equity Income	14/11/2016	4.8	4.4 (2)	- -	11.0 -	4.4	-	8.7	-	11.9	-	-	-	-
SW Schroder Diversified Growth	13/12/2010	2.0	5.3 -	7.6 -	24.0 -	5.3	2.5	4.4	-	6.9	5.4	-1.3	5.1	11.1
SW Schroder Gilt & Fixed Interest	19/09/2001	14.9	-1.9 (2)	7.2 (2)	15.6 (3)	-1.9	2.3	2.9	3.9	0.8	8.9	-0.4	12.3	-5.3
SW Schroder Global Cities Real Estate	01/06/2006	29.4	-9.6 (4)	11.3 (4)	23.6 (4)	-9.6	3.6	4.3	5.3	3.2	18.7	4.0	18.1	-1.3
SW Schroder Income Maximiser	03/12/2007	20.2	7.1 (1)	16.3 (2)	48.3 (2)	7.1	5.2	8.2	8.2	8.2	20.2	-6.5	2.3	25.7
SW Schroder Managed	07/07/1999	140.5	6.3 (1)	20.9 (2)	41.9 (2)	6.3	6.5	7.3	6.4	9.7	16.7	-0.8	4.3	15.5
SW Schroder Tokyo	19/09/2001	37.4	6.4 (4)	46.9 (3)	80.1 (3)	6.4	13.7	12.5	9.1	12.4	25.9	15.3	2.5	22.8
SW Schroder UK Alpha Plus	19/01/2004	69.6	0.5 (4)	9.6 (4)	33.5 (4)	0.5	3.1	5.9	6.9	8.4	11.6	1.8	-1.8	27.7
SW Schroder UK Mid 250	25/10/2004	117.2	11.7 (1)	18.7 (2)	54.9 (1)	11.7	5.9	9.1	7.5	22.5	1.0	5.3	-2.0	41.7
SW Schroder US Smaller Companies	19/09/2001	94.6	-3.6 (4)	39.9 (4)	92.2 (3)	-3.6	11.8	14.0	12.1	3.7	41.3	2.6	15.6	32.4
SW SLI Global Absolute Return Strategies	05/12/2011	52.8	0.5 -	-4.7 -	7.3 -	0.5	-1.6	1.4	-	1.5	-3.5	2.0	4.6	5.9
SW SSgA 50:50 Global Equity Index	03/11/2005	884.2	6.6 (3)	27.8 (4)	53.6 (4)	6.6	8.5	9.0	7.1	12.8	20.3	2.5	3.7	19.8
SW SSgA Asia Pacific Ex Japan Equity Index	21/04/2008	77.6	8.6 (3)	38.1 (3)	34.6 (4)	8.6	11.4	6.1	-	19.5	29.8	-4.2	2.1	0.4
SW SSgA Emerging Markets Equity Index	05/12/2011	38.5	14.4 (3)	37.1 (4)	35.6 (3)	14.4	11.1	6.3	-	19.8	34.9	-12.6	6.3	-6.7
SW SSgA Europe ex UK Equity Index	21/04/2008	77.2	12.2 (3)	31.8 (3)	57.7 (3)	12.2	9.6	9.5	-	16.1	18.1	4.5	-0.9	24.5
SW SSgA Index Linked Gilts All Stocks Index	21/04/2008	35.3	-2.7 (4)	19.1 (4)	34.9 (4)	-2.7	6.0	6.2	-	1.3	24.0	-2.1	17.5	-0.4
SW SSgA Index Linked Gilts Over 5 Years Index	21/04/2008	92.6	-2.8 (4)	21.5 (3)	40.3 (2)	-2.8	6.7	7.0	-	1.4	27.2	-2.4	19.8	-0.4

SW SSgA International Equity Index	02/10/2006	229.6	6.9 (3)	42.6 (1)	79.8 (1)	6.9	12.6	12.4	9.4	11.9	30.4	2.9	12.0	21.6
SW SSgA Japan Equity Index	21/04/2008	29.1	9.9 (2)	46.7 (3)	80.9 (3)	9.9	13.6	12.6	-	12.6	24.0	14.7	2.1	22.8
SW SSgA North America Equity Index	21/04/2008	119.2	4.6 (3)	46.7 (2)	100.9 (3)	4.6	13.6	15.0	-	9.8	34.3	3.5	19.9	28.0
SW SSgA Sterling Corporate Bonds All Stocks Index	21/04/2008	146.9	-0.2 (4)	8.2 (3)	22.9 (3)	-0.2	2.6	4.2	-	3.0	10.2	-0.3	10.8	-0.1
SW SSgA Strategic Diversities	05/12/2011	4.9	4.9 -	17.6 -	34.2 -	4.9	5.6	6.1	-	8.3	14.7	-2.5	6.6	10.4
SW SSgA UK Conventional Gilts Over 15 Years Index	21/04/2008	51.3	-2.2 (3)	13.3 (1)	37.8 (1)	-2.2	4.2	6.6	-	1.7	18.5	-0.6	24.2	-7.0
SW SSgA UK Equity Index	02/10/2006	188.4	4.5 (3)	15.9 (3)	37.0 (3)	4.5	5.0	6.5	5.6	11.7	14.2	0.8	0.3	19.0
SW Threadneedle UK Social Bond	14/11/2016	0.1	0.4 (4)	- -	4.1 -	0.4	-	3.3	-	3.0	-	-	-	-
SW Veritas Asian	14/11/2016	101.7	25.7 (1)	- -	35.8 -	25.7	-	27.7	-	37.1	-	-	-	-
SW Woodford Equity Income	14/11/2016	18.6	-9.8 (4)	- -	-6.8 -	-9.8	-	-5.5	-	-0.2	-	-	-	-

Source: Financial Express as at 28.02.2018 Performance figures in blue are since launch of the fund. No performance information is shown for funds with less than four full quarters of performance history.

Performance figures are in £ sterling on a bid to bid basis, with income (where applicable) reinvested gross of UK tax and net of total annual fund charges. The figures do not include any initial charge or other product charge(s) that may be applicable. Past performance is not a reliable indicator of future results. The value of an investment is not guaranteed and can go up and down depending on investment performance (and currency exchange rates where a fund invests overseas).

Scottish Widows operates four different series of fund prices for its range of pension products. The fund series that applies will depend on the pension product chosen. The prices used for the performance data in this document are based on the series 2 prices in accordance with ABI rules on reporting of past performance. The performance of the funds using series 1 series 3 or series 4 prices will be different and dependent on the relevant fund charges.

Not all Scottish Widows products have access to these funds, please refer to the relevant product literature. Full terms and conditions are available on request from Scottish Widows 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. We may change the investment approach rating for the fund in the future.

Please note that the funds marked with an \* are not available for new investment and we have therefore ceased to market them to new investors.

## Scottish Widows life funds, managed by Aberdeen Asset Management - Performance Statistics 1 March 2018

These life funds are available to existing customers who are already invested in a Scottish Widows product. New customers should contact their advisers or Scottish Widows for information on fund availability.

Funds	Launch Date	Size of Fund (£m)	Performance Change %			Annualised Compound Return %				Discrete Annual Performance %				
			1 Year	3 Years	5 Years	1 Year	3 Years	5 Years	10 Years	Q4 2016-Q4 2017	Q4 2015-Q4 2016	Q4 2014-Q4 2015	Q4 2013-Q4 2014	Q4 2012-Q4 2013
Adventurous Solution	24/10/2005	2.9	4.8 -	19.3 -	39.9 -	4.8	6.1	6.9	5.6	9.7	13.2	1.5	4.5	14.9
Balanced Portfolio	28/01/2002	91.7	3.5 -	15.3 -	33.8 -	3.5	4.9	6.0	5.7	6.5	11.3	1.5	7.2	10.4
Balanced Solution	24/10/2004	233.5	3.1 -	11.7 -	26.8 -	3.1	3.8	4.9	4.6	6.6	8.2	1.0	4.3	9.9
Cash	01/07/1981	48.5	-0.5 (3)	-1.1 (3)	-1.8 (3)	-0.5	-0.4	-0.4	0.0	-0.5	-0.3	-0.3	-0.3	-0.4
Cautious Managed	01/11/2004	48.7	2.5 (2)	12.6 (2)	33.9 (1)	2.5	4.0	6.0	4.8	5.9	8.0	3.7	7.8	10.0
Cautious Portfolio	28/01/2002	35.4	0.6 -	4.8 -	14.6 -	0.6	1.6	2.8	3.7	2.6	5.3	0.1	6.5	2.0
Cautious Solution	24/10/2005	191.2	1.0 -	5.6 -	15.4 -	1.0	1.8	2.9	3.5	3.7	4.3	0.9	3.6	4.9
Consensus	02/11/1998	16.6	3.0 (4)	19.0 (2)	35.5 (3)	3.0	6.0	6.3	5.4	6.4	16.6	0.8	4.9	12.1
Corporate Bond	28/07/2003	27.8	0.6 (3)	7.9 (2)	20.5 (1)	0.6	2.6	3.8	4.9	3.0	9.3	-0.9	9.7	0.4
Defensive Managed	01/11/2005	8.3	1.5 (2)	10.7 (1)	27.2 (1)	1.5	3.4	4.9	4.5	4.4	7.5	1.8	9.9	5.3
Defensive Solution	24/10/2005	19.5	0.8 -	5.0 -	12.8 -	0.8	1.6	2.4	3.1	3.4	3.7	0.8	3.3	3.3
Discovery Solution	24/10/2005	136.7	2.5 -	9.5 -	23.3 -	2.5	3.1	4.3	4.5	5.8	6.4	1.2	4.2	8.4
Diversified Assets	01/08/2007	4.3	3.6 (1)	11.7 (2)	17.8 (4)	3.6	3.8	3.3	3.7	7.2	6.6	0.7	3.1	4.8
Dynamic Property	01/08/2007	0.7	1.3 (1)	12.5 (2)	40.5 (1)	1.3	4.0	7.0	3.4	7.2	6.6	6.6	18.3	6.3
Dynamic Solution	24/10/2005	15.3	4.4 -	17.5 -	36.7 -	4.4	5.5	6.5	5.4	9.2	11.6	1.6	4.3	13.3
Emerging Markets	01/11/2005	3.2	16.3 (2)	39.0 (2)	33.1 (3)	16.3	11.6	5.9	4.3	20.9	30.9	-10.6	1.5	-4.7
Environmental	09/05/2000	7.3	8.0 (1)	17.8 (2)	48.4 (1)	8.0	5.6	8.2	4.5	13.3	9.4	2.5	-1.1	29.7
Ethical	25/10/2004	2.0	10.8 (1)	22.1 (1)	47.5 (1)	10.8	6.9	8.1	3.6	16.9	11.7	1.2	-1.7	26.2
European	02/11/1998	22.2	11.8 (2)	33.8 (2)	59.6 (2)	11.8	10.2	9.8	5.6	16.1	18.9	5.2	-0.9	23.5
European Real Estate	01/11/2005	5.6	10.4 (1)	19.2 (1)	65.2 (1)	10.4	6.0	10.6	5.3	19.2	5.1	14.3	16.2	10.7
Fixed Interest	01/07/1981	70.7	-1.7 (2)	4.9 (2)	12.0 (2)	-1.7	1.6	2.3	3.8	0.5	7.3	-0.3	9.3	-4.2
Formerly Lloyds TSB American - Series 2	01/11/1980	1.5	4.5 (3)	41.5 (2)	84.7 (2)	4.5	12.3	13.1	11.1	8.3	28.1	3.9	16.2	24.4
Formerly Lloyds TSB Balanced - Series 2	01/10/1978	29.4	5.6 (2)	16.3 (2)	31.6 (4)	5.6	5.2	5.6	5.1	11.5	11.2	1.5	-1.2	15.2
Formerly Lloyds TSB Cash - Series 2	01/10/1978	4.5	-0.8 (4)	-2.1 (4)	-3.4 (4)	-0.8	-0.7	-0.7	-0.3	-0.8	-0.6	-0.6	-0.7	-0.7

Formerly Lloyds TSB Equity	07/03/1983	160.4	5.8 (3)	22.7 (2)	41.9 (3)	5.8	7.0	7.3	5.9	10.0	17.7	1.0	2.9	15.3
Formerly Lloyds TSB European Growth - Series 2	01/11/1986	3.0	11.7 (2)	30.8 (3)	51.7 (3)	11.7	9.4	8.7	5.0	15.6	16.1	4.4	-0.7	20.6
Formerly Lloyds TSB Fixed Interest ex BHL	07/03/1983	3.0	-2.0 (3)	3.8 (4)	10.1 (3)	-2.0	1.2	1.9	3.4	0.2	6.9	-0.7	8.8	-4.3
Formerly Lloyds TSB Fixed Interest ex TSB	01/10/1978	3.0	-2.0 (3)	3.8 (4)	10.1 (3)	-2.0	1.2	1.9	3.4	0.2	6.9	-0.7	8.8	-4.3
Formerly Lloyds TSB German Growth - Series 2	01/10/1985	1.5	7.8 (4)	25.2 (4)	46.6 (4)	7.8	7.8	8.0	7.4	13.6	18.3	2.1	-4.8	23.8
Formerly Lloyds TSB Homebuyers	06/04/1987	575.9	4.4 (3)	20.6 (2)	35.7 (3)	4.4	6.4	6.3	5.4	7.7	15.9	1.3	3.9	10.9
Formerly Lloyds TSB Income S1	01/10/1970	107.3	4.8 (2)	16.4 (2)	39.7 (3)	4.8	5.2	6.9	5.0	11.7	13.8	1.5	-0.9	21.6
Formerly Lloyds TSB Income S2	01/11/1978	107.3	4.5 (2)	15.5 (2)	38.0 (3)	4.5	4.9	6.7	4.7	11.4	13.6	1.3	-1.1	21.3
Formerly Lloyds TSB Island Equity	10/01/1995	9.6	5.9 (3)	25.7 (4)	48.6 (4)	5.9	7.9	8.2	6.3	11.1	19.6	0.8	3.1	18.2
Formerly Lloyds TSB Japan Growth - Series 2	01/11/1985	0.2	5.4 (4)	35.5 (4)	61.5 (4)	5.4	10.7	10.1	6.0	10.1	20.7	13.6	1.2	20.7
Formerly Lloyds TSB Managed ex BHL	01/09/1975	575.9	5.0 (2)	22.4 (1)	39.1 (2)	5.0	7.0	6.8	5.9	8.3	16.5	1.8	4.4	11.4
Formerly Lloyds TSB Managed ex TSB	07/03/1983	575.9	4.4 (3)	20.5 (2)	35.7 (3)	4.4	6.4	6.3	5.4	7.7	15.9	1.3	3.9	10.9
Formerly Lloyds TSB Managed Investment Fund S1	30/11/1978	575.9	4.7 (2)	21.5 (1)	37.4 (2)	4.7	6.7	6.6	5.7	8.0	16.2	1.6	4.2	11.2
Formerly Lloyds TSB Managed Investment S2	31/10/1978	575.9	4.4 (2)	20.6 (1)	35.7 (2)	4.4	6.4	6.3	5.4	7.7	15.9	1.3	3.9	10.9
Formerly Lloyds TSB Options Equity	01/01/1990	160.4	5.8 (3)	22.7 (2)	41.9 (3)	5.8	7.1	7.3	5.9	10.0	17.7	1.0	2.8	15.3
Formerly Lloyds TSB Options Managed	01/01/1990	575.9	4.4 (3)	20.5 (2)	35.7 (3)	4.4	6.4	6.3	5.4	7.7	16.0	1.3	3.9	10.9
Formerly Lloyds TSB Options Money	01/01/1990	4.5	0.1 (1)	0.2 (1)	0.4 (1)	0.1	0.1	0.1	0.4	0.0	0.0	0.1	0.0	0.1
Formerly Lloyds TSB Pacific Basin - Series 2	01/11/1981	1.5	12.7 (2)	37.0 (2)	41.3 (2)	12.7	11.1	7.2	7.1	21.1	27.0	-6.9	8.1	-0.8
Formerly Lloyds TSB Property ex BHL - Series 2	02/10/1978	2.0	6.7 (3)	17.3 (2)	46.4 (2)	6.7	5.5	7.9	3.8	7.6	1.0	9.9	13.2	8.2
Formerly Lloyds TSB Smaller Companies and Recovery - Series 2	01/02/1980	6.2	16.3 (3)	37.1 (3)	61.9 (4)	16.3	11.1	10.1	8.9	23.9	6.0	11.3	-7.3	32.9
Formerly Lloyds TSB Worldwide Growth - Series 2	01/10/1978	1.1	7.5 (2)	34.7 (2)	61.6 (2)	7.5	10.4	10.1	7.5	11.6	23.4	1.1	7.6	20.4
Fundamental Index Emerging Markets Equity	14/11/2016	2.1	8.9 (3)	-	22.9 -	8.9	-	18.0	-	12.0	-	-	-	-
Fundamental Index Global Equity	14/11/2016	0.1	4.4 (4)	-	12.5 -	4.4	-	9.9	-	8.8	-	-	-	-
Fundamental Index UK Equity	14/11/2016	0.1	6.6 (2)	-	13.9 -	6.6	-	11.0	-	10.8	-	-	-	-

Source: Financial Express as at 28.02.2018. If less than 5 years are available, performance figures are shown in blue. No performance information is shown for funds with less than four full quarters of performance history.

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# Scottish Widows life funds, managed by Aberdeen Asset Management - Performance Statistics 1 March 2018

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Funds	Launch Date	Size of Fund (£m)	Performance Change %			Annualised Compound Return %				Discrete Annual Performance %				
			1 Year	3 Years	5 Years	1 Year	3 Years	5 Years	10 Years	Q4 2016-Q4 2017	Q4 2015-Q4 2016	Q4 2014-Q4 2015	Q4 2013-Q4 2014	Q4 2012-Q4 2013
Fundamental Low Volatility Index Emerging Markets Equity	14/11/2016	0.0	3.4 (4)	- -	12.7 -	3.4	-	10.1	-	7.5	-	-	-	-
Fundamental Low Volatility Index Global Equity	14/11/2016	0.0	0.4 (4)	- -	6.7 -	0.4	-	5.4	-	5.1	-	-	-	-
Fundamental Low Volatility Index UK Equity	14/11/2016	0.0	1.7 (4)	- -	7.8 -	1.7	-	6.2	-	6.3	-	-	-	-
Global Equity	15/05/2000	5.7	7.9 (2)	36.0 (2)	64.6 (2)	7.9	10.8	10.5	8.0	12.0	23.8	1.5	8.0	22.3
High Income Bond	28/07/2003	9.1	2.1 (3)	6.3 (4)	13.9 (4)	2.1	2.0	2.6	4.6	3.9	8.5	-3.8	-0.1	5.9
Indexed Stock	19/04/1982	46.3	-2.3 (4)	15.9 (3)	28.8 (3)	-2.3	5.0	5.2	6.0	1.3	19.0	-1.6	13.8	0.3
International	01/07/1981	59.5	6.8 (3)	37.4 (1)	68.0 (2)	6.8	11.2	10.9	8.5	10.3	28.3	2.4	8.9	20.5
International Equity Tracker *	28/09/2001	0.8	4.8 (4)	31.9 (3)	55.2 (3)	4.8	9.7	9.2	6.7	9.2	23.5	1.5	9.2	14.9
Japanese	02/11/1998	3.1	5.5 (4)	42.4 (3)	71.1 (3)	5.5	12.5	11.3	7.1	10.7	25.2	14.4	1.6	21.3
Mixed	01/07/1981	408.3	5.2 (2)	22.4 (1)	37.2 (2)	5.2	7.0	6.5	5.8	8.3	15.8	2.0	3.7	10.9
Multi-Manager Global Real Estate	01/06/2006	2.2	-10.2 (4)	13.8 (1)	32.8 (1)	-10.2	4.4	5.8	6.8	1.7	22.0	4.7	21.4	1.9
Multi-Manager International Equity	25/10/2004	3.0	7.3 (2)	37.3 (1)	65.3 (2)	7.3	11.1	10.6	8.7	12.0	23.3	3.2	8.9	17.9
Multi-Manager UK Equity Focus	25/10/2004	1.4	5.8 (2)	18.9 (2)	43.4 (2)	5.8	5.9	7.5	5.6	11.6	13.9	3.1	-1.2	24.1
Multi-Manager UK Equity Growth	25/10/2004	1.8	5.8 (2)	14.0 (3)	40.5 (2)	5.8	4.5	7.0	6.0	11.8	11.3	0.6	1.0	25.4
Multi-Manager UK Equity Income	25/10/2004	4.6	2.8 (3)	15.2 (3)	45.9 (2)	2.8	4.8	7.8	6.1	8.8	11.1	5.0	4.9	21.9
North American	02/11/1998	15.6	4.8 (2)	43.0 (1)	88.1 (2)	4.8	12.7	13.5	11.7	8.7	28.4	4.3	16.7	24.9
Opportunities Portfolio	28/01/2002	7.9	5.6 (3)	26.1 (4)	54.8 (3)	5.6	8.0	9.1	7.1	10.0	17.8	3.2	7.1	20.0
Progressive Portfolio	28/01/2002	31.8	4.7 -	21.9 -	46.7 -	4.7	6.8	8.0	6.6	8.6	15.4	2.6	7.2	16.0
Property	01/07/1981	220.1	6.5 (3)	18.2 (2)	44.4 (2)	6.5	5.7	7.6	2.0	7.4	0.6	11.4	12.7	6.8
Strategic Income Bond	28/07/2003	15.4	1.6 (3)	10.3 (1)	24.7 (1)	1.6	3.3	4.5	5.4	4.2	8.0	1.2	7.4	3.7
Strategic Solution	24/10/2005	39.9	3.7 -	13.5 -	30.4 -	3.7	4.3	5.5	4.7	7.7	9.2	1.3	4.1	12.2
UK Equity	01/07/1981	80.9	6.3 (2)	18.1 (2)	35.9 (3)	6.3	5.7	6.3	5.7	12.3	11.7	2.0	-0.9	16.9
UK Equity Index	07/01/1997	12.2	3.9 (3)	16.2 (2)	33.3 (3)	3.9	5.1	5.9	5.3	10.3	15.7	-0.9	0.5	16.2
UK Opportunities	01/06/2006	0.5	3.4 (3)	11.1 (3)	15.0 (4)	3.4	3.6	2.8	3.2	10.7	14.8	-3.9	-7.8	11.1



UK Real Estate	01/06/2006	0.6	0.7 (4)	-5.6 (4)	45.3 (4)	0.7	-1.9	7.8	0.5	11.0	-9.9	10.7	20.1	20.3
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Source: Financial Express as at 28.02.2018. If less than 5 years are available, performance figures are shown in blue. No performance information is shown for funds with less than four full quarters of performance history.

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. The figures do not include any initial charge or other product charge(s) that may be applicable. Past performance is not a reliable indicator of future results. The value of an investment is not guaranteed and can go up and down depending on investment performance (and currency exchange rates where a fund invests overseas).

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## SW life funds, managed by other fund managers - Performance Statistics 1 March 2018

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Funds	Launch Date	Size of Fund (£m)	Performance Change %			Annualised Compound Return %				Discrete Annual Performance %				
			1 Year	3 Years	5 Years	1 Year	3 Years	5 Years	10 Years	Q4 2016-Q4 2017	Q4 2015-Q4 2016	Q4 2014-Q4 2015	Q4 2013-Q4 2014	Q4 2012-Q4 2013
SW Allianz European Equity Dividend	14/11/2016	0.0	6.0 (4)	- -	11.2 -	6.0	-	8.8	-	9.1	-	-	-	-
SW Artemis UK Select	19/09/2001	11.6	11.2 (1)	20.2 (1)	51.7 (1)	11.2	6.3	8.7	7.3	17.9	1.1	8.8	0.6	31.8
SW Artemis UK Smaller Companies	19/09/2001	8.6	16.6 (3)	51.6 (1)	73.9 (3)	16.6	14.9	11.7	7.0	25.5	10.7	15.4	-4.1	26.7
SW Artemis US Select	14/11/2016	2.4	10.4 (1)	- -	18.9 -	10.4	-	14.9	-	11.7	-	-	-	-
SW Aviva Investors High Yield Bond	14/11/2016	0.0	0.8 (4)	- -	3.1 -	0.8	-	2.4	-	2.2	-	-	-	-
SW Aviva Investors Strategic Bond	14/11/2016	0.1	0.2 (4)	- -	2.1 -	0.2	-	1.7	-	2.0	-	-	-	-
SW Aviva Multi-Strategy ('AIMS') Target Income	14/11/2016	0.3	-0.7 -	- -	0.1 -	-0.7	-	0.1	-	-1.5	-	-	-	-
SW Baillie Gifford Multi Asset Growth	14/11/2016	0.1	4.6 -	- -	9.2 -	4.6	-	7.3	-	6.4	-	-	-	-
SW BlackRock Managed	07/07/1999	3.3	5.9 (1)	19.5 (2)	37.3 (2)	5.9	6.1	6.5	5.1	11.3	10.8	3.6	3.0	13.8
SW BlackRock UK	19/09/2001	6.7	9.9 (1)	25.3 (1)	44.7 (2)	9.9	7.8	7.7	4.1	15.4	6.4	11.2	-0.5	16.8
SW BlackRock UK Smaller Companies	19/09/2001	5.7	20.6 (1)	50.3 (1)	83.4 (2)	20.6	14.6	12.9	10.5	27.7	8.0	14.6	-4.3	31.7
SW BlackRock UK Special Situations	21/04/2008	2.7	12.3 (1)	26.6 (1)	41.4 (2)	12.3	8.2	7.2	-	18.5	10.2	4.4	-5.0	20.1
SW Fidelity Asia	19/09/2001	15.5	20.3 (1)	51.6 (1)	63.6 (1)	20.3	14.9	10.3	9.0	27.1	23.0	1.1	8.6	2.6
SW Fidelity 50:50 Special Situations	18/09/2006	19.9	7.9 (2)	36.3 (2)	70.5 (1)	7.9	10.9	11.3	7.8	13.8	17.4	9.5	5.2	25.2
SW Fidelity American	19/09/2001	7.6	3.1 (3)	27.4 (4)	66.4 (4)	3.1	8.4	10.7	8.9	6.7	23.4	0.8	13.4	23.9
SW Fidelity European	19/09/2001	12.3	13.7 (1)	30.7 (3)	48.6 (3)	13.7	9.3	8.2	5.8	16.1	14.8	4.4	2.5	16.6
SW Fidelity Global Special Situations	18/09/2006	4.3	8.6 (2)	44.0 (1)	85.4 (1)	8.6	12.9	13.1	7.1	14.2	22.6	8.6	11.5	26.2
SW Fidelity Managed	07/07/1999	14.3	4.9 (2)	19.7 (2)	41.5 (1)	4.9	6.2	7.2	6.0	9.3	10.6	4.9	6.3	13.3
SW Fidelity Money Builder Income	21/04/2008	9.2	0.6 (3)	6.6 (2)	18.0 (2)	0.6	2.1	3.4	-	3.3	6.8	-0.6	9.5	-0.3
SW Fidelity Special Situations (2006)	18/09/2006	3.9	6.9 (1)	27.8 (1)	54.5 (1)	6.9	8.5	9.1	7.6	13.0	12.0	10.0	-1.3	27.0
SW Henderson Cautious Managed	19/01/2004	17.3	1.3 (3)	7.3 (4)	23.8 (3)	1.3	2.4	4.4	5.3	5.1	7.4	0.2	3.6	12.5
SW Henderson Fixed Interest Monthly Income Fund	19/01/2004	6.8	3.3 (1)	10.9 (1)	25.3 (1)	3.3	3.5	4.6	4.7	6.7	5.0	2.7	5.5	5.3
SW Henderson Global Equity Income	19/01/2004	3.9	4.4 (4)	30.6 (3)	63.2 (2)	4.4	9.3	10.3	5.6	9.9	21.6	5.3	6.2	24.8
SW Henderson UK Property Fund	01/06/2006	14.6	7.8 (2)	14.4 (2)	37.9 (3)	7.8	4.6	6.6	2.2	7.9	-1.1	8.1	11.4	6.8

SW Insight Global Absolute Return	14/11/2016	0.1	2.9 -	- -	6.1 -	2.9	-	4.9	-	6.0	-	-	-	-
SW Invesco Perpetual Corporate Bond	19/09/2001	34.3	2.2 (1)	6.8 (2)	16.2 (3)	2.2	2.2	3.0	4.9	4.1	4.0	0.6	4.6	3.5
SW Invesco Perpetual Distribution	01/11/2005	26.6	1.2 (3)	5.3 (4)	19.7 (3)	1.2	1.7	3.7	5.6	5.3	4.6	0.6	3.5	11.0
SW Invesco Perpetual Global Bond	19/09/2001	4.4	-1.6 (2)	8.2 (3)	6.7 (2)	-1.6	2.7	1.3	4.0	-0.5	8.1	1.7	2.6	-0.4
SW Invesco Perpetual High Income	19/09/2001	80.8	-3.5 (4)	3.2 (4)	35.4 (3)	-3.5	1.0	6.2	6.4	4.5	3.2	8.4	8.9	24.1
SW Invesco Perpetual Managed	07/07/1999	49.8	4.4 (3)	21.9 (1)	49.2 (1)	4.4	6.8	8.3	7.3	8.4	16.2	3.4	4.9	20.3
SW Investec Cautious Managed	25/10/2004	38.3	-0.7 (4)	11.3 (3)	15.9 (4)	-0.7	3.6	3.0	5.2	2.9	15.4	-2.3	-0.2	6.9
SW Investec Diversified Growth	14/11/2016	0.0	1.6 -	- -	5.5 -	1.6	-	4.4	-	6.7	-	-	-	-
SW JPM Emerging Markets	21/04/2008	4.0	18.1 (2)	39.4 (2)	36.6 (2)	18.1	11.7	6.4	-	24.6	33.1	-11.2	4.1	-5.7
SW JPM Europe Dynamic (ex-UK)	21/04/2008	3.8	10.8 (3)	34.5 (2)	67.3 (1)	10.8	10.4	10.8	-	14.1	16.0	6.5	0.6	31.7
SW JPM Global Macro Balanced	01/11/2005	4.8	7.9 (1)	5.6 (4)	21.3 (2)	7.9	1.8	3.9	1.6	6.9	-1.0	2.5	5.8	8.0
SW JPM Natural Resources	21/04/2008	2.0	2.4 (1)	24.8 (1)	-15.9 (2)	2.4	7.7	-3.4	-	9.6	80.6	-34.7	-16.6	-20.1
SW Jupiter Distribution	19/01/2004	13.6	-0.2 (3)	6.7 (3)	20.6 (2)	-0.2	2.2	3.8	4.2	3.0	5.7	3.1	5.1	7.1
SW Jupiter Income	19/01/2004	12.0	3.4 (3)	19.7 (1)	51.3 (1)	3.4	6.2	8.6	5.6	8.9	17.9	1.5	2.8	25.0
SW Jupiter UK Growth	25/10/2004	7.1	0.4 (4)	-2.3 (4)	34.6 (3)	0.4	-0.8	6.1	6.1	7.1	-7.3	5.6	7.8	33.4
SW Liontrust UK Smaller Companies	14/11/2016	0.2	17.0 (2)	- -	28.5 -	17.0	-	22.2	-	21.7	-	-	-	-
SW Newton Global Equity	19/09/2001	7.9	3.8 (4)	29.2 (3)	58.0 (3)	3.8	8.9	9.6	6.7	9.2	17.3	7.5	9.0	19.9
SW Newton International Bond	19/09/2001	5.4	-3.8 (3)	12.8 (1)	7.6 (2)	-3.8	4.1	1.5	4.2	-2.5	17.6	0.3	4.2	-6.7
SW Newton Managed	07/07/1999	65.2	3.5 (4)	18.8 (2)	42.0 (1)	3.5	5.9	7.3	6.4	9.1	8.7	6.4	6.8	15.8
SW Newton UK Income	19/09/2001	16.9	1.4 (3)	16.4 (2)	43.8 (2)	1.4	5.2	7.5	6.5	10.0	8.8	6.3	5.9	19.3
SW Nordea 1 GBP Diversified Return	14/11/2016	0.0	0.6 -	- -	3.1 -	0.6	-	2.4	-	3.5	-	-	-	-
SW Payden Absolute Return Bond	14/11/2016	0.0	0.4 (4)	- -	1.1 -	0.4	-	0.8	-	0.7	-	-	-	-
SW Royal London UK Equity Income	14/11/2016	0.4	4.0 (2)	- -	9.4 -	4.0	-	7.4	-	10.3	-	-	-	-
SW Schroder Gilt & Fixed Interest	19/09/2001	5.8	-1.4 (1)	6.2 (1)	12.8 (2)	-1.4	2.0	2.4	3.3	0.7	7.2	-0.3	10.0	-4.2

Source: Financial Express as at 28.02.2018. If less than 5 years are available, performance figures are shown in blue. No performance information is shown for funds with less than four full quarters of performance history.

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Full terms and conditions are available on request from Scottish Widows 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. All information is sourced from Scottish Widows or the relevant fund management group unless otherwise stated.

## SW life funds, managed by other fund managers - Performance Statistics 1 March 2018

These life funds are available to existing customers who are already invested in a Scottish Widows product. New customers should contact their advisers or Scottish Widows for information on fund availability.

Funds	Launch Date	Size of Fund (£m)	Performance Change %			Annualised Compound Return %				Discrete Annual Performance %				
			1 Year	3 Years	5 Years	1 Year	3 Years	5 Years	10 Years	Q4 2016-Q4 2017	Q4 2015-Q4 2016	Q4 2014-Q4 2015	Q4 2013-Q4 2014	Q4 2012-Q4 2013
SW Schroder Global Cities Real Estate	01/06/2006	2.6	-9.5 (4)	11.6 (2)	24.1 (3)	-9.5	3.7	4.4	5.4	3.2	18.9	4.1	18.3	-1.3
SW Schroder Income Maximiser	03/12/2007	5.7	6.6 (1)	15.1 (3)	44.4 (2)	6.6	4.8	7.6	7.4	7.5	19.8	-7.5	3.9	23.0
SW Schroder Managed	07/07/1999	7.9	6.4 (1)	19.3 (2)	37.4 (2)	6.4	6.0	6.6	5.9	9.1	14.3	-0.5	4.1	13.5
SW Schroder Tokyo	19/09/2001	4.2	6.4 (4)	40.9 (3)	69.0 (3)	6.4	12.1	11.1	8.3	11.6	22.1	12.8	3.1	20.1
SW Schroder UK Alpha Plus	19/01/2004	6.9	1.7 (4)	11.0 (3)	32.4 (3)	1.7	3.6	5.8	6.5	8.4	10.5	2.2	-1.1	24.0
SW Schroder UK Mid 250	25/10/2004	11.4	10.5 (1)	17.5 (2)	50.7 (1)	10.5	5.5	8.6	7.3	19.5	1.3	4.9	-1.5	39.9
SW Schroder US Smaller Companies	19/09/2001	6.2	-2.4 (4)	35.7 (3)	79.8 (3)	-2.4	10.7	12.5	10.8	4.2	35.3	2.7	13.1	28.2
SW Threadneedle UK Social Bond	14/11/2016	0.0	0.1 (4)	-	3.1 -	0.1	-	2.4	-	2.2	-	-	-	-
SW Veritas Asian	14/11/2016	6.2	20.0 (1)	-	27.8 -	20.0	-	21.7	-	28.5	-	-	-	-
SW Woodford Equity Income	14/11/2016	0.6	-9.9 (4)	-	-7.7 -	-9.9	-	-6.2	-	-0.3	-	-	-	-

Source: Financial Express as at 28.02.2018. If less than 5 years are available, performance figures are shown in blue. No performance information is shown for funds with less than four full quarters of performance history.

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# OEIC funds, managed by Aberdeen Asset Management– Performance Statistics 1 March 2018

These OEIC funds are available to existing customers who are already invested in a Scottish Widows product. New customers should contact their adviser or Scottish Widows for information on fund availability.

Funds	Launch Date	Size of Fund (£m)	Yield %*	Yield Type	Performance Change %			Annualised Compound Return %				Discrete Annual Performance %				
					1 Year	3 Years	5 Years	1 Year	3 Years	5 Years	7 Years	Q4 2016-Q4 2017	Q4 2015-Q4 2016	Q4 2014-Q4 2015	Q4 2013-Q4 2014	Q4 2012-Q4 2013
Adventurous Solution	24/10/2005	70.3	0.7	H	4.4 -	21.0 -	44.9 -	4.4	6.6	7.7	7.3	10.5	15.5	1.5	4.7	17.3
American Growth	30/11/1979	623.5	0.2	E	3.8 (3)	45.6 (3)	95.3 (3)	3.8	13.3	14.3	13.6	8.2	32.9	3.6	18.2	28.5
Balanced Portfolio	28/01/2002	375.6	0.5	E	2.4 (3)	14.5 (3)	34.1 (2)	2.4	4.6	6.0	6.2	6.1	12.7	1.1	7.5	10.9
Balanced Solution	24/10/2005	838.9	1.2	H	2.4 -	11.7 -	28.1 -	2.4	3.7	5.1	5.2	6.8	9.1	1.0	4.4	10.7
Cash	30/04/1993	87.9	0.0	H	-0.3 (4)	-0.5 (4)	-0.7 (4)	-0.3	-0.2	-0.1	-0.1	-0.3	-0.1	-0.1	-0.1	-0.2
Cautious Portfolio	28/01/2002	139.6	0.4	E	0.8 (3)	5.6 (3)	17.4 (2)	0.8	1.8	3.3	4.2	3.1	6.5	-0.2	8.0	2.2
Cautious Solution	24/10/2005	659.9	1.7	E	1.2 -	6.1 -	17.5 -	1.2	2.0	3.3	3.8	4.7	4.9	0.7	4.0	5.7
Corporate Bond	18/08/1995	3652.1	2.3	E	0.6 (4)	7.9 (4)	21.6 (4)	0.6	2.6	4.0	5.2	3.5	10.9	-1.9	11.3	-0.4
Defensive Solution	24/10/2005	54.7	1.5	E	1.0 -	5.6 -	14.5 -	1.0	1.8	2.7	3.3	4.4	4.3	0.6	3.8	3.7
Discovery Solution	24/10/2005	414.4	1.4	H	1.8 -	8.8 -	23.2 -	1.8	2.8	4.3	4.6	5.9	6.9	1.1	4.1	8.8
Dynamic Solution	24/10/2005	130.0	1.1	H	4.1 -	18.7 -	40.4 -	4.1	5.9	7.0	6.8	9.9	13.4	1.6	4.4	15.5
Emerging Markets	02/06/1997	1362.4	1.3	H	17.6 (2)	44.5 (2)	35.4 (3)	17.6	13.1	6.2	5.0	23.7	35.5	-11.7	1.8	-6.3
Environmental Investor	29/06/1989	201.2	1.3	H	7.1 -	14.9 -	42.4 -	7.1	4.8	7.3	6.2	12.3	8.5	1.7	-2.0	28.7
Ethical	12/09/1987	106.9	1.2	H	9.8 -	19.0 -	41.4 -	9.8	6.0	7.2	5.2	15.8	10.8	0.3	-2.5	25.3
European Growth	28/06/1985	1012.9	1.2	H	12.3 (3)	33.0 (4)	55.8 (4)	12.3	10.0	9.3	7.3	16.9	18.6	4.4	-1.8	22.4
European Select Growth	14/02/1986	223.5	0.5	H	12.1 (3)	32.3 (4)	48.4 (4)	12.1	9.8	8.2	7.1	17.4	17.9	4.3	-8.4	24.3
Gilt	04/12/1978	2864.5	0.6	E	-2.3 (4)	5.2 (4)	13.0 (4)	-2.3	1.7	2.5	3.8	0.5	8.7	-0.8	11.2	-5.7
Global Growth	01/11/1994	981.5	0.7	H	7.3 (3)	38.4 (2)	68.9 (3)	7.3	11.4	11.1	9.7	12.1	27.9	0.6	8.0	22.7

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# Yields may vary, data as at 31.01.18. **Effective Yield:** The yield quoted for bond funds is determined by the effective yield of the underlying assets. 'Effective yield' is defined by the IMA, and takes account of all expected cash flows over the lifetime of each underlying asset, including differences between the purchase and redemption prices. **Historic Yield:** The yield quoted for equity funds is an historic yield based on distributions paid over the previous 12 month period. **Coupon:** The yield for the UK Index Linked Tracker is calculated on a coupon basis. This takes into account only the expected coupons for each underlying asset. The past performance information for OEICs funds include the performance of the Unit Trusts which existed prior to their conversion to OEICs. Where the performance of the Unit Trust is included we have used the bid price on the units.

These funds are available to existing customers who already hold shares in these funds. New customers should contact their adviser or Scottish Widows for information on fund availability. Full terms and conditions are available on request from Scottish Widows using the contact details provided. Charges, terms and the selection of funds we make available may change. For further information on any of the above Scottish Widows OEIC funds contact your Financial Adviser or telephone our contact centre on 0845 300 2244. We may record and monitor to help us improve our service.

# OEIC funds, managed by Aberdeen Asset Management– Performance Statistics 1 March 2018

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Funds	Launch Date	Size of Fund (£m)	Yield %*	Yield Type	Performance Change %			Annualised Compound Return %				Discrete Annual Performance %				
					1 Year	3 Years	5 Years	1 Year	3 Years	5 Years	7 Years	Q4 2016-Q4 2017	Q4 2015-Q4 2016	Q4 2014-Q4 2015	Q4 2013-Q4 2014	Q4 2012-Q4 2013
Global Select Growth	14/02/1986	13.7	0.5	H	4.3 (4)	24.9 (4)	46.6 (4)	4.3	7.7	7.9	7.8	12.0	28.2	-8.2	0.4	28.9
High Income Bond	16/08/1999	184.7	5.1	E	3.0 (3)	5.4 (4)	12.6 (4)	3.0	1.8	2.4	3.9	4.7	9.3	-6.5	0.3	5.5
High Reserve	04/01/1995	314.3	4.1	H	3.2 (1)	13.0 (3)	33.5 (3)	3.2	4.2	5.9	5.4	9.4	12.3	0.6	1.4	16.3
International Bond	16/07/1993	819.8	0.5	E	-6.7 (4)	13.2 (2)	5.5 (4)	-6.7	4.2	1.1	2.9	-4.2	20.3	0.3	5.5	-7.1
International Equity Tracker	02/03/1998	116.5	0.0	E	6.3 (3)	42.0 (2)	74.7 (2)	6.3	12.4	11.8	10.1	11.9	30.4	2.1	12.0	18.8
Japan Growth	31/05/1982	210.7	0.6	H	4.8 (4)	40.0 (4)	65.4 (4)	4.8	11.9	10.6	7.0	10.4	24.9	13.4	0.7	20.2
Latin American	02/06/1997	8.5	0.7	H	11.5 -	50.2 -	3.2 -	11.5	14.5	0.6	-0.1	17.8	64.7	-27.2	-9.5	-17.0
Opportunities Portfolio	28/01/2002	97.3	0.5	H	4.9 (4)	26.9 (4)	59.0 (3)	4.9	8.3	9.7	8.9	10.3	20.3	2.8	7.4	22.2
Overseas Fixed Interest Tracker	02/11/1998	43.0	0.7	E	-6.0 (4)	17.6 (1)	9.7 (3)	-6.0	5.5	1.9	2.7	-3.5	22.3	1.6	5.7	-7.7
Pacific Growth	09/03/1985	124.8	1.4	H	13.5 (3)	41.0 (3)	43.1 (3)	13.5	12.1	7.4	7.0	23.9	30.6	-7.8	8.0	-1.5
Progressive Portfolio	28/01/2002	219.5	0.5	H	3.9 (4)	22.1 (2)	49.2 (2)	3.9	6.9	8.3	7.9	8.7	17.4	2.1	7.5	17.9
Strategic Income	28/01/2002	209.6	2.8	E	1.6 (3)	9.9 (3)	24.8 (2)	1.6	3.2	4.5	5.3	4.8	8.7	0.2	7.9	3.2
Strategic Solution	24/10/2005	186.5	1.1	H	3.2 -	13.9 -	32.7 -	3.2	4.4	5.8	5.9	8.1	10.3	1.3	4.2	13.2
UK All Share Tracker	02/03/1998	5758.9	3.4	H	5.0 (3)	18.6 (2)	41.6 (3)	5.0	5.9	7.2	7.2	12.2	15.6	1.5	0.7	18.9
UK Equity Income	16/10/1970	589.0	4.1	H	4.2 (3)	14.5 (3)	36.2 (4)	4.2	4.6	6.4	5.2	11.0	13.3	1.0	-1.4	21.1
UK Fixed Interest Tracker	02/03/1998	296.5	1.4	E	-1.8 (4)	7.9 (3)	18.3 (3)	-1.8	2.6	3.4	4.8	1.3	9.9	0.0	12.7	-4.7
UK Growth	01/11/1994	2688.2	2.8	H	4.7 (3)	15.7 (3)	33.1 (4)	4.7	5.0	5.9	5.2	11.9	12.9	0.9	-2.6	19.3
UK Index Linked Tracker	02/11/1998	171.9	0.2	C	-1.9 (4)	21.5 (4)	39.5 (4)	-1.9	6.7	6.9	8.2	2.4	24.3	-1.6	18.1	0.4
UK Select Growth	12/08/1981	28.5	1.7	H	3.8 (3)	10.6 (4)	13.0 (4)	3.8	3.4	2.5	1.5	10.0	14.5	-3.7	-10.5	12.0
UK Smaller Companies	10/05/1993	75.1	1.1	H	17.4 (3)	38.8 (4)	66.1 (4)	17.4	11.6	10.7	12.3	26.8	5.6	12.2	-9.6	39.1
UK Tracker	01/11/1996	409.7	3.0	H	2.8 (4)	14.8 (3)	32.8 (4)	2.8	4.7	5.8	5.8	10.4	17.0	-1.5	-0.2	16.7

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