

31 August 2022

**Pension Fund**

## Scottish Widows International Equity Tracker Pension (Series 3)

### Fund Aim

To track the performance of the FTSE All-World ex UK Custom Screened Index (the "Benchmark Index"), before deduction of fees, through exposure to international shares (excluding UK shares). The Fund aims to invest in shares of all the companies within the Benchmark Index. This is often referred to as a 'full replication' approach. The Fund may include other security types which form part of the Benchmark Index or may be representative of a share in the Benchmark Index, such as depositary receipts. The Fund may also gain exposure to the Benchmark Index through the use of derivatives and other funds, including those managed by SWUTM and its associates. Derivatives and stock lending may be used for the purpose of managing the Fund in a way that is designed to reduce risk or cost and/or generate extra income or growth (often referred to as efficient portfolio management). The Benchmark Index measures the performance of a sub-set of equity securities within the FTSE All-World ex UK Index (the "Parent Index"). The Parent Index provides a representation of the returns of securities in the international equity ex-UK market. The Benchmark Index excludes companies from the Parent Index based on the SWUTM exclusions screening criteria in relation to controversial weapons, violations of United Nations Global Compact principles, Thermal Coal and Tar Sands as well as Tobacco.

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

Please note that this fund is not available for new investment.

The index tracked by the Fund changed from FTSE All-World ex UK Index to FTSE All-World ex UK Custom Screened Index on 03.05.2022.

The fund invests via the Scottish Widows Unit Trust Managers Limited (SWUTM) International Equity Tracker OEIC Fund. A shortened version of the OEIC Fund aim is detailed under the heading Fund Aim.

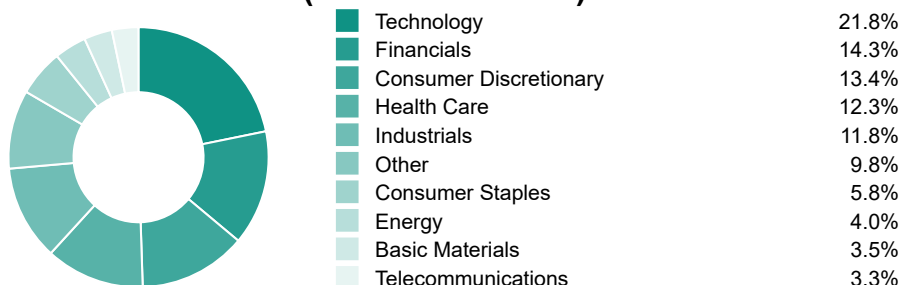
### Basic Fund Information

Series 3 Unit Launch Date	03/10/2001
Fund Size	£92.0m
Benchmark	FTSE All-World ex UK Custom Screened
ISIN	GB0030924350
MEX ID	SWIET3
SEDOL	3092435
Manager Name	Quantitative Investment Team, Money Markets Team
Manager Since	22/09/2014, 22/09/2014

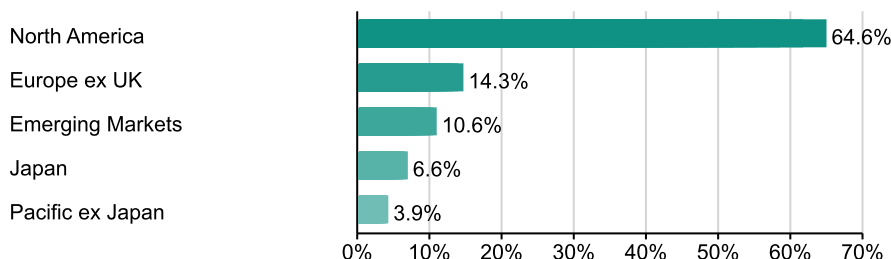
### Asset Allocation (as at 30/06/2022)



### Sector Breakdown (as at 30/06/2022)



### Regional Breakdown (as at 30/06/2022)



### Top Ten Holdings

(as at 30/06/2022)

APPLE INC USD0.00001	3.9%
MICROSOFT CORP USD0.00000625	3.6%
HTTPS://PROTECT-EU.MIMECAST.COM/S/HQK9C9QXLCYPA2LCOI06W?DOMAIN=AMAZON.COM INC USD0.01	1.8%
ISHARES MSCI INDIA UCITS ETF	1.6%
ISHARES MSCI INDIA UC	
S&P500 EMINI FUT SEP22 FUT (16/09/22) ETD	1.2%
ALPHABET INC-CL A USD0.001	1.2%
ABERDEEN STANDARD LIQUIDITY FU ABERDEEN STND LIQ G	1.2%
ALPHABET INC-CL C USD0.001	1.1%
TESLA INC USD0.001	1.1%
BERKSHIRE HATHAWAY INC-CL B USD0.0033	0.9%
<b>TOTAL</b>	<b>17.6%</b>

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

## Past Performance



■ International Equity Tracker Pension

■ FTSE All-World ex UK Custom Screened

The index tracked by the Fund changed from FTSE All-World ex UK Index to FTSE All-World ex UK Custom Screened Index on 3.5.2022. The index performance displayed shows the original index up to 3.5.2022 and the Custom Screened Index from 3.5.2022.

The Fund is not in any way connected to or sponsored, endorsed, sold or promoted by the London Stock Exchange Group plc and its group undertakings (collectively, the "LSE Group"). The LSE Group does not accept any liability whatsoever to any person arising out of the use of the FTSE All-World ex UK Custom Screened Index and FTSE All-World ex UK Index, or the underlying data. 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

	30/06/2021 - 30/06/2022	30/06/2020 - 30/06/2021	30/06/2019 - 30/06/2020	30/06/2018 - 30/06/2019	30/06/2017 - 30/06/2018
Scottish Widows International Equity Tracker Pension (Series 3)	-4.4%	23.1%	4.5%	8.6%	8.7%
FTSE All-World ex UK Custom Screened	-4.1%	25.3%	6.8%	10.6%	9.5%

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

## Cumulative Performance

	31/07/2022 - 31/08/2022	31/05/2022 - 31/08/2022	31/08/2021 - 31/08/2022	31/08/2019 - 31/08/2022	31/08/2017 - 31/08/2022
Scottish Widows International Equity Tracker Pension (Series 3)	2.6%	1.9%	-0.9%	29.0%	50.4%
FTSE All-World ex UK Custom Screened	0.8%	2.2%	-0.3%	34.7%	60.7%

Source: FE fundinfo as at 31/08/2022

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 Analyst 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.

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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

Global equities had a particularly challenging quarter as rising inflation worldwide led to the world's major central banks, led by the US Federal Reserve (Fed), progressively tightening monetary policy as their rhetoric became more hawkish. Against a backdrop of the Russia-Ukraine conflict, which has exacerbated inflationary concerns, investors' fears of a global recession rose. US equities sold off, particularly higher growth technology companies. Although the US economy is still reasonably robust, inflationary pressures are increasing. As a result, the Fed increased the target range for the fed funds rate by 50 basis points (bps) in May then a further 75bps in June, leaving it at 1.50–1.75%. The Fed is set to continuing hiking rates and is also now reducing its US\$9 trillion balance sheet. As a result, investors are now concerned about a future recession, as reflected in the flattening of the US Treasury yield curve. European equities were weak given the region's proximity to the Russia-Ukraine conflict. However, with inflation rising to a record high of 8.1% in May, the European Central Bank is now set to raise interest rates, having already announced the end of its asset purchase programme. UK equities also fell but by less than other markets as the energy and materials sectors benefitted from notably higher commodity prices. To combat rising inflation (which reached a 40-year high of 9.1% in May), the Bank of England twice raised its Bank Rate by 25 percentage points during the quarter, taking it to 1.25%. Asia Pacific equities also weakened. However, Japanese equities were resilient as the Bank of Japan continued with its relatively dovish monetary policy stance. Emerging markets ended lower. Taiwan and South Korea were particularly weak given their high weightings to technology companies. In contrast, Chinese equities rose, helped by an easing of Covid-19-related restrictions.

### Quantitative Investment Team, Money Markets Team 30/06/2022

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