

Please address any replies to:

Columbia Threadneedle Investments



28 May 2025

Dear Adviser,

Changes to the following funds:

- **CT MM Lifestyle 3 Fund**
- **CT MM Lifestyle 4 Fund**
- **CT MM Lifestyle 5 Fund**
- **CT MM Lifestyle 6 Fund**
- **CT MM Lifestyle 7 Fund**

(together the “Funds”)

We are writing to your clients as investors in one or more of the Funds to let you know about changes we are making that will take effect on 31 July 2025 (“the Effective Date”).

We regularly review our range of funds to ensure that they continue to meet the needs of our investors and are appropriate in the current marketplace. Following a review of the Funds, we will be making the following changes:

- Amending the Funds’ investment objectives and policies, more clearly setting out the aims of each fund and the approach taken to manage them
- Changing the names of the Funds to reflect the way they are managed
- Reducing the fees and charges your clients pay as investors in the Funds

Please see **Appendix I** for a list of the impacted share classes and their respective ISINs.

What changes are we making?

Investment objective changes

The amended investment objectives more clearly set out the aims of each of the Funds, with reference to each Fund’s risk profile. The existing risk profiles of the Funds are not changing; they are simply being introduced to the investment objective and described in a more meaningful way.

Investment policy changes

- What do the Funds invest in?

The new investment policies better describe the types of assets the Funds invest in.

We have also clarified the asset allocations for each Fund with reference to shares in companies only (rather than describing the allocation of some Funds by reference to bonds) by including typical equity ranges (e.g.: 30% - 70%).

These changes should allow for clarity of the asset classes the Funds can invest in, provide consistency across the fund range, and enable easier comparison between Funds.

- How are the Funds managed?

We also explain in the new investment policies our approach to managing each Fund's risk and volatility profile.

From the Effective Date, we will be using our proprietary Strategic Asset Allocation model, rather than the one currently provided by an external provider. The Strategic Asset Allocation model is used to determine the appropriate combination of investments to ensure each Fund remains consistent with its risk and volatility profile. Our Strategic Asset Allocation model reflects our house view on the most appropriate mix of assets to hold for a given investment objective, risk and volatility profile. This model is successfully used for our other multi-asset fund ranges and we wish now to use this internal capability for the Funds, instead of the previous external provider's model. This will provide exposure to an asset allocation mix that best reflects the views of our Multi-Asset Team.

We are also including within the investment policies of each Fund clearer information on the anticipated volatility ranges which the Funds are expected to maintain over the long term. These volatility ranges are reflective of each Fund's existing risk profile. Each Fund's volatility may be higher or lower than the stated range if the investment manager believes this would be in the best interests of the Fund. As markets evolve, the volatility band of a Fund may also change if the investment manager believes this would keep the Fund within its intended risk profile. The Funds are already managed to a specific range of volatility, so this update simply provides additional information for investors and there is no change to the outcome that your clients should expect from the Fund in which they are invested.

The Funds may use derivatives for risk management and the reduction of costs. In order to give the fund manager greater flexibility in this area, we are increasing the maximum level of leverage (exposure to certain assets through the use of derivatives) from 110% to 200% of each Funds' net asset value.

Appendix II of this letter sets out the current and revised investment objectives and policies of the Funds.

None of the changes to the wording of the investment objectives and policies represent a change to the way in which the Funds are managed, to their risk profiles, or to the outcomes that investors can expect to achieve.

Fund name change

The names of the Funds will be changed as per the table below

Current fund name:	New fund name:
CT MM Lifestyle 3 Fund	CT Multi-Manager Universal Defensive Fund
CT MM Lifestyle 4 Fund	CT Multi-Manager Universal Cautious Fund
CT MM Lifestyle 5 Fund	CT Multi-Manager Universal Balanced Fund
CT MM Lifestyle 6 Fund	CT Multi-Manager Universal Growth Fund
CT MM Lifestyle 7 Fund	CT Multi-Manager Universal Adventurous Fund

The new fund names are designed to reflect the universal nature of the Funds, highlighting their ability to invest across a broad spectrum of asset classes, geographies, investment managers and investment styles. This flexibility ensures they remain applicable to a wide range of investment objectives and time horizons.

Additionally, the updated naming convention reinforces the Funds' multi-manager approach while adopting a more descriptive method for defining risk profiles. This transition enhances clarity for investors, ensuring the fund names more accurately reflect how the Funds are managed.



Reduction in the fees and charges

The Annual Management Charges ("AMC") and the Ongoing Charges Figures ("OCF") of the Funds will be reduced from the Effective Date. This means that the total charges your clients pay on an annual basis to invest in the Funds will be reduced. The current and new charges are shown in the following table:

Share class	Current AMC	Current OCF	New AMC	New OCF
Class A	1.50%	1.99%*	1.29%	1.65%*
Class B	0.50%	0.99%*	0.29%	0.65%*
Class D	0.50%	1.09%*	0.29%	0.65%*
Class S	0.40%	0.74% - 0.99% ^Δ	0.24%	0.60%*

**capped.*

^Δ *Class S does not have an OCF cap applied. The OCF ranges between the values shown in the table across the Funds (as at 30/04/2025).*

The OCF is the total amount your clients pay for their investment, which captures the AMC combined with other additional expenses. Where we state that the OCF is 'capped', we mean the charges will not go above the specified level.

We believe these changes better reflect how the Funds are managed and will provide enhanced value from the reduction in fees, and as a result, better meet the needs of investors.

Will there be an impact on the fees your clients pay?

Other than the reduction in charges explained above, there will be no further changes to the fees your clients pay.

Any costs associated with the changes to the Funds, including any legal, mailing or administrative costs will be paid by the Funds as permitted by the prospectus of the Company. We do not expect the costs to exceed £51,000 across all the Funds. To the extent that the costs are more than this accrual, the costs will be borne by us.

Do my clients need to take any action?

Your clients do not need to take any action as a result of these changes, which will take effect automatically on the Effective Date.

What can I do if I disagree with the changes?

We believe that these changes are in the best interest of investors but if you disagree, please let us know. If, for any reason, you feel this investment no longer meets your needs, you can discuss your options with us, including how to redeem your shares, transfer your investment to another provider or switch your investment, free of charge, into another fund(s) in our UK range .

Further information

To find out more, please visit **www.columbiathreadneedle.com/changes**

If you or your clients have any questions regarding this letter or would like more information regarding any investments with us, please contact us on **0330 123 3798** or on +44 1268 44 3902* if you're calling from outside the UK. We're here to help from 9:00am to 5:00pm, Monday to Friday (UK time). Alternatively, you can email us at account.enquiries@columbiathreadneedle.com. Please note that we are unable to provide financial or tax advice.

Yours faithfully,



Tina Watts

Director, Columbia Threadneedle Fund Management Limited, Authorised Corporate Director of Columbia Threadneedle (UK) ICVC VI

*calls may be recorded

¹ Only funds managed by Columbia Threadneedle Funds Management Limited, are currently available for this purpose. A fund's prospectus or Key Investor Information Document (KIID) (available on our website) will provide this information, please contact us on 0330 123 3798 if you require help establishing the alternative funds available to

Appendix I: List of the Funds' share classes and respective ISINs

Current	New	Share Class	ISIN Code
Fund Name	Fund Name		
CT MM Lifestyle 3	CT Multi-Manager Universal Defensive Fund	B Accumulation	GB00BG5GMB95
		B Income	GB00BG5GM973
		D Accumulation	GB00BG5GMC03
		S Accumulation	GB00BKBF8435
CT MM Lifestyle 4	CT Multi-Manager Universal Cautious Fund	A Accumulation	GB00B1TMPQ43
		A Income	GB00B3D20G91
		B Accumulation	GB00B83XVS65
		B Income	GB00B4YQGY73
		D Accumulation	GB00B5MV1919
		S Accumulation	GB00BKBF8542
		S Income	GB00BKBF8658
CT MM Lifestyle 5	CT Multi-Manager Universal Balanced Fund	A Accumulation	GB00B1TMP36
		B Accumulation	GB00B7MXZP57
		B Income	GB00B4YRCK80
		D Accumulation	GB00B7948W99
		S Accumulation	GB00BKBF8765
		S Income	GB00BKBF8872
CT MM Lifestyle 6	CT Multi-Manager Universal Growth Fund	A Accumulation	GB00B1TMPN12
		B Accumulation	GB00B7S6RS52
		B Income	GB00B503GT43
		D Accumulation	GB00B7VYWP82
		S Accumulation	GB00BKBF8989
		S Income	GB00BKBF8B02
CT MM Lifestyle 7	CT Multi-Manager Universal Adventurous Fund	A Accumulation	GB00B1TMPR59
		B Accumulation	GB00B8987430
		B Income	GB00B4YRDJ41
		D Accumulation	GB00B80K8Y51
		S Accumulation	GB00BKBF8C19
		S Income	GB00BKBF8D26
Note: Class A shares are available to traditional retail investors, Class B and D shares are available to eligible distributors and Class S shares are available to institutional investors.			



Appendix II: Comparison of the Funds' Current and Revised Investment Objectives and Policies

	<i>Current Objective & Policy (CT MM Lifestyle Fund 3)</i>	<i>Revised Objective & Policy (CT Multi-Manager Universal Defensive Fund)</i>
Investment Objective	The Fund aims to deliver capital growth with some income over the long term (at least 5 years).	The Fund aims to provide growth, combining capital and income, consistent with a defensive risk and volatility profile, over the long term (5 years or more).
Investment Policy	<p>The Fund invests at least 70% in collective investment schemes (which may include schemes operated by the ACD or an associate of the ACD) to obtain indirect exposure to a wide range of asset classes.</p> <p>The investment manager uses a strategic asset allocation model that is matched to a specific target risk and volatility band (the volatility band is supplied by external provider). However, the Fund remains actively managed and the allocation to particular asset classes or geographies may vary over time at the investment manager's discretion.</p> <p>To reflect the risk profile of the Fund, more than half of the Fund's exposure through collective investment schemes will be to bonds and cash. The Fund will obtain exposure mainly to a combination of UK corporate and government bonds, as well as global corporate, high yield and emerging market bonds.</p> <p>The remaining exposure will be to a range of UK and global shares and to property.</p> <p>To the extent that the Fund is not fully invested as set out above, it may also invest in other transferable securities, other collective investment schemes, money market instruments, deposits, cash and near cash. Derivatives may be used for the purposes of efficient portfolio management only.</p>	<p>The Fund invests at least 70% of its assets in a portfolio of collective investment schemes (which could include open and closed ended investment schemes, real estate investment trusts, exchange traded funds, and these could include schemes operated by the ACD (or an associate of the ACD)), which provide indirect exposure to a range of global asset classes.</p> <p>The Fund is actively managed, and the Investment Manager is not constrained by any particular asset allocation in respect of geography, industry or sector. By investing in a portfolio of funds, rather than individual securities, the Investment Manager is able to achieve diversification across multiple fund managers, investment strategies, and asset classes. Through an extensive fund selection process, the Investment Manager believes it can identify active fund managers with the ability to generate strong risk-adjusted returns.</p> <p>The Investment Manager uses a proprietary Strategic Asset Allocation model, which determines the appropriate combination of investments to ensure the Fund remains consistent with a defensive risk and volatility profile. Through the application of this model, the Fund expects to maintain a volatility range of between 4% - 6% over rolling 10 year periods, by varying the weighting of asset types. This is the expected volatility that the Fund is managed to using internal models, and is expected to be the volatility that is observed over the long term, though may be different as market dynamics change.</p> <p>To reflect the risk and volatility profile, the Fund will typically maintain an exposure to equities (through collective investment schemes) between 10% - 50% of the value of the portfolio. The remaining exposure will be to government and corporate bonds, including high yield and emerging market bonds, and alternative assets. Alternative assets may include funds that use absolute return strategies or funds that invest indirectly in real estate, listed infrastructure, and commodities.</p> <p>At the Investment Manager's discretion, particularly in times of market stress, the Fund's volatility may be higher or lower than the stated range if the Investment Manager believes it could mitigate potential losses. The Fund's potential gains and losses are likely to be constrained by the aim to achieve its volatility range. As markets evolve, the volatility bands may also change if the Investment Manager believes this would keep the Fund in an overall "defensive" banding.</p> <p>The Investment Manager may not, however, change the range such that the risk profile of the Fund would be changed without first obtaining the approval of Shareholders.</p> <p>To the extent that the Fund is not fully invested as set out above, it may also invest in other transferable securities, money market instruments, deposits, cash and near cash. Derivatives may be used for the purposes of efficient portfolio management only.</p>

	<i>Current Objective & Policy (CT MM Lifestyle Fund 4)</i>	<i>Revised Objective & Policy (CT Multi-Manager Universal Cautious Fund)</i>
Investment Objective	The Fund aims to deliver capital growth with some income over the long term (at least 5 years).	The Fund aims to provide growth, combining capital and income, consistent with a cautious risk and volatility profile, over the long term (5 years or more).
Investment Policy	<p>The Fund invests at least 70% in collective investment schemes (which may include schemes operated by the ACD or an associate of the ACD) to obtain indirect exposure to a wide range of asset classes.</p> <p>The investment manager uses a strategic asset allocation model that is matched to a specific target risk and volatility band (the volatility band is supplied by external provider). However, the Fund remains actively managed and the allocation to particular asset classes or geographies may vary over time at the investment manager's discretion.</p> <p>To reflect the risk profile of the Fund, around 80% of the Fund's exposure through collective investment schemes will be divided between shares and bonds. The Fund's share exposure will be to UK and global shares. The bond exposure will be to UK corporate and government bonds, as well as global corporate, high yield and emerging market bonds.</p> <p>The remaining exposure will be to property and cash.</p> <p>To the extent that the Fund is not fully invested as set out above, it may also invest in other transferable securities, other collective investment schemes, money market instruments, deposits, cash and near cash. Derivatives may be used for the purposes of efficient portfolio management only.</p>	<p>The Fund invests at least 70% of its assets in a portfolio of collective investment schemes (which could include open and closed ended investment schemes, real estate investment trusts, exchange traded funds, and these could include schemes operated by the ACD (or an associate of the ACD)), which provide indirect exposure to a range of global asset classes.</p> <p>The Fund is actively managed, and the Investment Manager is not constrained by any particular asset allocation in respect of geography, industry or sector. By investing in a portfolio of funds, rather than individual securities, the Investment Manager is able to achieve diversification across multiple fund managers, investment strategies, and asset classes. Through an extensive fund selection process, the Investment Manager believes it can identify active fund managers with the ability to generate strong risk-adjusted returns.</p> <p>The Investment Manager uses a proprietary Strategic Asset Allocation model, which determines the appropriate combination of investments to ensure the Fund remains consistent with a cautious risk and volatility profile. Through the application of this model, the Fund expects to maintain a volatility range of between 6% - 8% over rolling 10 year periods, by varying the weighting of the asset types. This is the expected volatility that the Fund is managed to using internal models, and is expected to be the volatility that is observed over the long term, though may be different as market dynamics change.</p> <p>To reflect the risk and volatility profile, the Fund will typically maintain an exposure to equities (through collective investment schemes) between 20% - 60% of the value of the portfolio. The remaining exposure will be to government and corporate bonds, including high yield and emerging market bonds, and alternative assets. Alternative assets may include funds that use absolute return strategies or funds that invest indirectly in real estate, listed infrastructure, and commodities.</p> <p>At the Investment Manager's discretion, particularly in times of market stress, the Fund's volatility may be higher or lower than the stated range if the Investment Manager believes it could mitigate potential losses. The Fund's potential gains and losses are likely to be constrained by the aim to achieve its volatility range. As markets evolve, the volatility bands may also change if the Investment Manager believes this would keep the Fund in an overall "cautious" banding.</p> <p>The Investment Manager may not, however, change the range such that the risk profile of the Fund would be changed without first obtaining the approval of Shareholders.</p> <p>To the extent that the Fund is not fully invested as set out above, it may also invest in other transferable securities, money market instruments, deposits, cash and near cash. Derivatives may be used for the purposes of efficient portfolio management only.</p>



	<i>Current Objective & Policy (CT MM Lifestyle Fund 5)</i>	<i>Revised Objective & Policy (CT Multi-Manager Universal Balanced Fund)</i>
Investment Objective	The Fund aims to deliver capital growth with some income over the long term (at least 5 years).	The Fund aims to provide growth, combining capital and income, consistent with a balanced risk and volatility profile, over the long term (5 years or more).
Investment Policy	<p>The Fund invests at least 70% in collective investment schemes (which may include schemes operated by the ACD or an associate of the ACD) to obtain indirect exposure to a wide range of asset classes.</p> <p>The investment manager uses a strategic asset allocation model that is matched to a specific target risk and volatility band (the volatility band is supplied by external provider). However, the Fund remains actively managed and the allocation to particular asset classes or geographies may vary over time at the investment manager's discretion.</p> <p>To reflect the risk profile of the Fund, around 60% of the Fund's exposure through collective investment schemes will be to UK and global shares including emerging markets.</p> <p>The remaining exposure will be to UK corporate and government bonds, as well as global corporate, high yield and emerging market bonds, and property.</p> <p>To the extent that the Fund is not fully invested as set out above, it may also invest in other transferable securities, other collective investment schemes, money market instruments, deposits, cash and near cash. Derivatives may be used for the purposes of efficient portfolio management only.</p>	<p>The Fund invests at least 70% of its assets in a portfolio of collective investment schemes (which could include open and closed ended investment schemes, real estate investment trusts, exchange traded funds, and these could include schemes operated by the ACD (or an associate of the ACD)), which provide indirect exposure to a range of global asset classes.</p> <p>The Fund is actively managed, and the Investment Manager is not constrained by any particular asset allocation in respect of geography, industry or sector. By investing in a portfolio of funds, rather than individual securities, the Investment Manager is able to achieve diversification across multiple fund managers, investment strategies, and asset classes. Through an extensive fund selection process, the Investment Manager believes it can identify active fund managers with the ability to generate strong risk-adjusted returns.</p> <p>The Investment Manager uses a proprietary Strategic Asset Allocation model, which determines the appropriate combination of investments to ensure the Fund remains consistent with a balanced risk and volatility profile. Through the application of this model, the Fund expects to maintain a volatility range of between 8% - 10% over rolling 10 year periods, by varying the weighting of asset types. This is the expected volatility that the Fund is managed to using internal models, and is expected to be the volatility that is observed over the long term, though may be different as market dynamics change.</p> <p>To reflect the risk and volatility profile, the Fund will typically maintain an exposure to equities (through collective investment schemes) between 30% - 70% of the value of the portfolio. The remaining exposure will be to government and corporate bonds, including high yield and emerging market bonds, and alternative assets. Alternative assets may include funds that use absolute return strategies or funds that invest indirectly in real estate, listed infrastructure, and commodities.</p> <p>At the Investment Manager's discretion, particularly in times of market stress, the Fund's volatility may be higher or lower than the stated range if the Investment Manager believes it could mitigate potential losses. The Fund's potential gains and losses are likely to be constrained by the aim to achieve its volatility range. As markets evolve, the volatility bands may also change if the Investment Manager believes this would keep the Fund in an overall "balanced" banding.</p> <p>The Investment Manager may not, however, change the range such that the risk profile of the Fund would be changed without first obtaining the approval of Shareholders.</p> <p>To the extent that the Fund is not fully invested as set out above, it may also invest in other transferable securities, money market instruments, deposits, cash and near cash. Derivatives may be used for the purposes of efficient portfolio management only.</p>

	Current Objective & Policy (CT MM Lifestyle Fund 6)	Revised Objective & Policy (CT Multi-Manager Universal Growth Fund)
Investment Objective	The Fund aims to deliver capital growth with some income over the long term (at least 5 years).	The Fund aims to provide growth, combining capital and income, consistent with a growth risk and volatility profile, over the long term (5 years or more).
Investment Policy	<p>The Fund invests at least 70% in collective investment schemes (which may include schemes operated by the ACD or an associate of the ACD) to obtain indirect exposure to a wide range of asset classes.</p> <p>The investment manager uses a strategic asset allocation model that is matched to a specific target risk and volatility band (the volatility band is supplied by external provider). However, the Fund remains actively managed and the allocation to particular asset classes or geographies may vary over time at the investment manager's discretion.</p> <p>To reflect the risk profile of the Fund, around 70% of the Fund's exposure through collective investment schemes will be to UK and global shares, including emerging markets.</p> <p>The remaining exposure will be to UK corporate and government bonds, as well as global corporate, high yield and emerging market bonds, and property.</p> <p>To the extent that the Fund is not fully invested as set out above, it may also invest in other transferable securities, other collective investment schemes, money market instruments, deposits, cash and near cash. Derivatives may be used for the purposes of efficient portfolio management only.</p>	<p>The Fund invests at least 70% of its assets in a portfolio of collective investment schemes (which could include open and closed ended investment schemes, real estate investment trusts, exchange traded funds, and these could include schemes operated by the ACD (or an associate of the ACD)), which provide indirect exposure to a range of global asset classes.</p> <p>The Fund is actively managed, and the Investment Manager is not constrained by any particular asset allocation in respect of geography, industry or sector. By investing in a portfolio of funds, rather than individual securities, the Investment Manager is able to achieve diversification across multiple fund managers, investment strategies, and asset classes. Through an extensive fund selection process, the Investment Manager believes it can identify active fund managers with the ability to generate strong risk-adjusted returns.</p> <p>The Investment Manager uses a proprietary Strategic Asset Allocation model, which determines the appropriate combination of investments to ensure the Fund remains consistent with a growth risk and volatility profile. Through the application of this model, the Fund expects to maintain a volatility range of between 10% - 12% over rolling 10 year periods, by varying the weighting of asset types. This is the expected volatility that the Fund is managed to using internal models, and is expected to be the volatility that is observed over the long term, though may be different as market dynamics change.</p> <p>To reflect the risk and volatility profile, the Fund will typically maintain an exposure to equities (through collective investment schemes) between 40% - 80% of the value of the portfolio. The remaining exposure will be to government and corporate bonds, including high yield and emerging market bonds, and alternative assets. Alternative assets may include funds that use absolute return strategies or funds that invest indirectly in real estate, listed infrastructure, and commodities.</p> <p>At the Investment Manager's discretion, particularly in times of market stress, the Fund's volatility may be higher or lower than the stated range if the Investment Manager believes it could mitigate potential losses. The Fund's potential gains and losses are likely to be constrained by the aim to achieve its volatility range. As markets evolve, the volatility bands may also change if the Investment Manager believes this would keep the Fund in an overall "growth" banding.</p> <p>The Investment Manager may not, however, change the range such that the risk profile of the Fund would be changed without first obtaining the approval of Shareholders.</p> <p>To the extent that the Fund is not fully invested as set out above, it may also invest in other transferable securities, money market instruments, deposits, cash and near cash. Derivatives may be used for the purposes of efficient portfolio management only.</p>



	<i>Current Objective & Policy (CT MM Lifestyle Fund 7)</i>	<i>Revised Objective & Policy (CT Multi-Manager Universal Adventurous Fund)</i>
Investment Objective	The Fund aims to deliver capital growth with some income over the long term (at least 5 years).	The Fund aims to provide growth, combining capital and income, consistent with an adventurous risk and volatility profile, over the long term (5 years or more).
Investment Policy	<p>The Fund invests at least 70% in collective investment schemes (which may include schemes operated by the ACD or an associate of the ACD) to obtain indirect exposure to a wide range of asset classes.</p> <p>The investment manager uses a strategic asset allocation model that is matched to a specific target risk and volatility band (the volatility band is supplied by external provider). However, the Fund remains actively managed and the allocation to particular asset classes or geographies may vary over time at the investment manager's discretion.</p> <p>To reflect the risk profile of the Fund, around 90% of the Fund's exposure through collective investment schemes will be to UK and global shares, including emerging markets.</p> <p>The remaining exposure will be to UK corporate and government bonds, as well as global corporate, high yield and emerging market bonds, and property</p> <p>To the extent that the Fund is not fully invested as set out above, it may also invest in other transferable securities, other collective investment schemes, money market instruments, deposits, cash and near cash. Derivatives may be used for the purposes of efficient portfolio management only.</p>	<p>The Fund invests at least 70% of its assets in a portfolio of collective investment schemes (which could include open and closed ended investment schemes, real estate investment trusts, exchange traded funds, and these could include schemes operated by the ACD (or an associate of the ACD)), which provide indirect exposure to a range of global asset classes.</p> <p>The Fund is actively managed, and the Investment Manager is not constrained by any particular asset allocation in respect of geography, industry or sector. By investing in a portfolio of funds, rather than individual securities, the Investment Manager is able to achieve diversification across multiple fund managers, investment strategies, and asset classes. Through an extensive fund selection process, the Investment Manager believes it can identify active fund managers with the ability to generate strong risk-adjusted returns.</p> <p>The Investment Manager uses a proprietary Strategic Asset Allocation model, which determines the appropriate combination of investments to ensure the Fund remains consistent with an adventurous risk and volatility profile. Through the application of this model, the Fund expects to maintain a volatility range of between 12% - 14% over rolling 10 year periods, by varying the weighting of asset types. This is the expected volatility that the Fund is managed to using internal models, and is expected to be the volatility that is observed over the long term, though may be different as market dynamics change.</p> <p>To reflect the risk and volatility profile, the Fund will typically maintain an exposure to equities (through collective investment schemes) between 60% - 100% of the value of the portfolio. The remaining exposure will be to government and corporate bonds, including high yield and emerging market bonds, and alternative assets. Alternative assets may include funds that use absolute return strategies or funds that invest indirectly in real estate, listed infrastructure, and commodities.</p> <p>At the Investment Manager's discretion, particularly in times of market stress, the Fund's volatility may be higher or lower than the stated range if the Investment Manager believes it could mitigate potential losses. The Fund's potential gains and losses are likely to be constrained by the aim to achieve its volatility range. As markets evolve, the volatility bands may also change if the Investment Manager believes this would keep the Fund in an overall "adventurous" banding.</p> <p>The Investment Manager may not, however, change the range such that the risk profile of the Fund would be changed without first obtaining the approval of Shareholders.</p> <p>To the extent that the Fund is not fully invested as set out above, it may also invest in other transferable securities, money market instruments, deposits, cash and near cash. Derivatives may be used for the purposes of efficient portfolio management only.</p>