

Aon Managed Retirement Pathway to Annuity 2022-2024

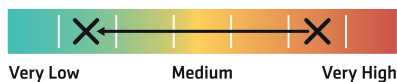
Defined contributions

Fund information

| | |
|---------------------|---------------------------------------|
| Issuing company | Aegon/Scottish Equitable plc |
| Inception date | 26 May 2015 |
| Benchmark | Composite for AON TDF Annuity 2022-24 |
| Entry Fees | No |
| Exit Fees | No |
| Performance Fee | No |
| Additional Expenses | 0.00% |
| Fund size | £1,708.21m |
| Fund type | Pension |
| ISIN | GB00BWFY6C42 |
| SEDOL | BWFY6C4 |
| Domicile | United Kingdom |
| Use of Income | Accumulation |
| Base Currency | GBP |

Additional expenses within the Aon Managed Retirement Pathway to Annuity Funds vary as the fund approaches its maturity date and the mix of underlying investments changes. An estimate of the maximum additional expenses incurred in any one year is 0.00%. An annual management charge will also be incurred in addition to the additional expenses shown.

Relative Risk Profile



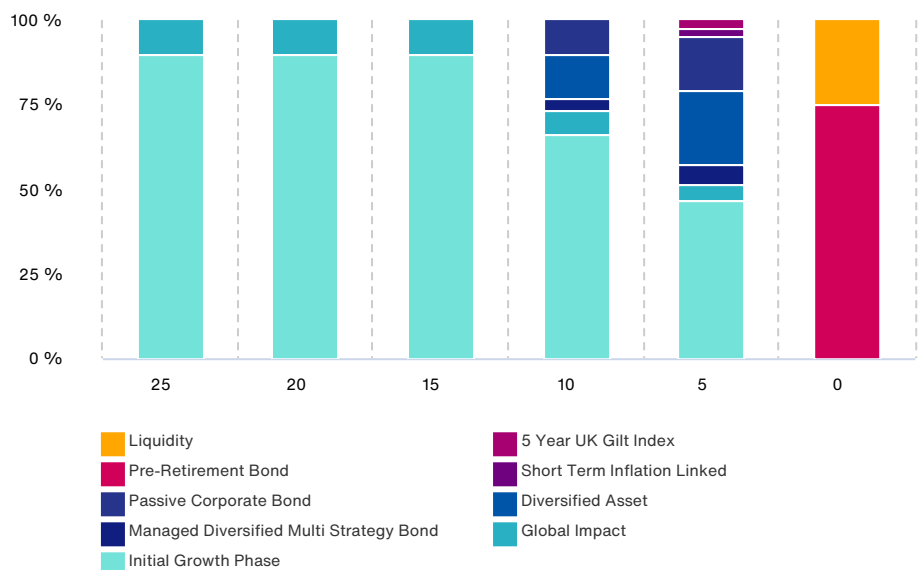
Each Aon Managed Retirement Pathway to Annuity fund automatically changes its investment mix over time from higher-risk to lower-risk investments and therefore the risk rating of each fund will vary over time from 6 (High) at the beginning of the investment cycle to 2 (Low) at the maturity date of the fund.

These risk ratings are only applicable to funds available via TargetPlan. Other risk ratings apply across the rest of our fund range and they, or ratings from other providers, are not comparable. Be aware that even lower risk investments can fall in value.

Fund objective

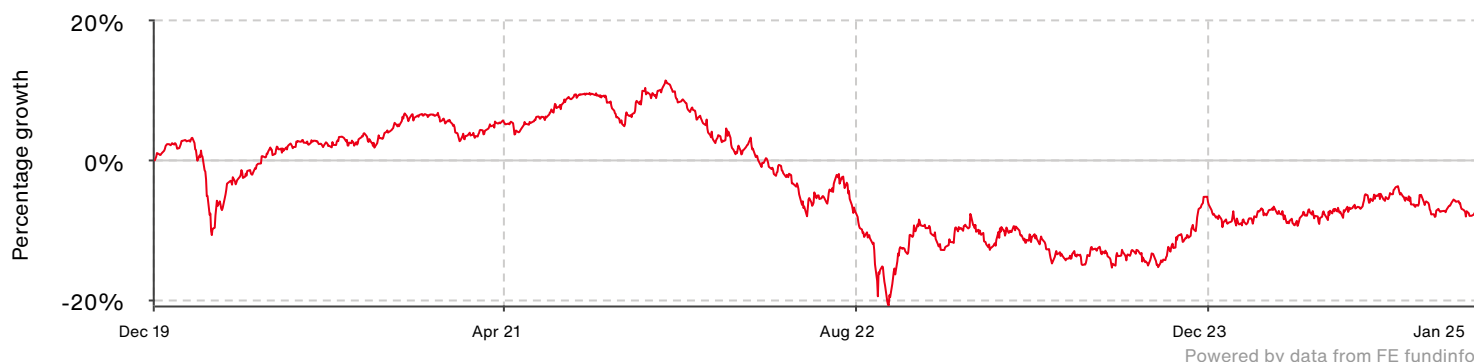
The Funds are part of a series of dynamic investment strategies. This Fund is intended for use by investors planning to purchase a level annuity and take the maximum tax-free cash at retirement. The Aon Managed Retirement Pathway to Annuity Funds will provide members of a company's pension scheme (investors) with a choice to invest in a single fund, from entry, through to retirement. Each Fund will automatically adjust its investment strategy as it progresses towards a target date, normally the mid-point of each of the Funds (which is assumed to be the retirement date of the members). The Funds will invest in a portfolio of assets which can include actively and passively managed funds.

This chart shows how an investor's investment mix will change gradually as they get nearer retirement. For some funds, the investment mix continues to change after retirement - where this applies, this is shown in columns after year zero.



Aon Managed Retirement Pathway to Annuity 2022-2024

Fund performance



■ Fund

| | 3 Months | YTD | 1yr | 3yrs | 5yrs |
|-----------|------------------|------------------|------------------|------------------|------------------|
| Fund | -2.0% | -1.3% | -1.3% | -5.3% | -1.6% |
| Benchmark | -1.2% | -0.6% | -0.6% | -5.6% | -1.7% |
| | Dec 19 to Dec 20 | Dec 20 to Dec 21 | Dec 21 to Dec 22 | Dec 22 to Dec 23 | Dec 23 to Dec 24 |
| Fund | 6.5% | 2.1% | -19.5% | 6.9% | -1.3% |
| Benchmark | 5.5% | 3.4% | -18.9% | 4.3% | -0.6% |

Past performance is not a reliable guide to future performance. The value of investments and the income from them can fluctuate and are not guaranteed. Investors may not get back the full amount invested.

Source FE fundinfo. Performance shown is gross of the annual management charge but is net of additional expenses (if any) incurred within the fund. The annual management charge will reduce the performance figures shown. Performance for periods over a year is annualised (% per year).

Performance Commentary

Over the three-month period to 31 December 2024, the Fund returned -2.0% against a backdrop of negative bond market returns.

Government bonds fell in value over the quarter due to rising yields, driven by a gradual increase in global inflation and the expectation of fewer interest rate cuts in 2025 across most major economies. The Bank of England cut interest rates by 0.25% to 4.75% p.a., while the Federal Reserve reduced its rate twice by 0.25%, bringing interest rates down to a range of 4.25% to 4.50% p.a. Meanwhile, the European Central Bank also cut its interest rate by 0.25%, to 3.50% p.a.

Investment-grade corporate bonds also fell in value over the quarter, as rising bond yields more than offset the benefits of falling credit spreads (the difference between government and corporate bond yields) and the income return.

As the Fund has reached its target date, the assets are invested 75% in the Aon Managed Pre-Retirement Bond Fund and 25% in the Aon Managed Liquidity Fund.

The Aon Managed Pre-Retirement Bond Fund returned -3.0% over the quarter. This strategy is invested in a mixture of government and corporate bonds, designed to move broadly in line with changes in the price of buying a level annuity. Performance reflected negative returns from government and corporate bonds, particularly longer maturity bonds. The Aon Managed Liquidity Fund returned 1.2%, reflecting the current level of interest rates.

Aon Managed Retirement Pathway to Annuity 2022-2024

Asset allocation as at 31 Dec 2024



Fund Split as at 31 Dec 2024

| | |
|-------------------------------|---------------|
| AM PRE-RETIREMENT BOND O Prvt | 74.6% |
| AM LIQUIDITY O Prvt | 25.4% |
| Total | 100.0% |

Source of fund breakdown and holdings: Fund mgmt group

This Fund is 2 years past its target date and its investment mix at the end of the quarter is provided in the chart above.

Differences in performance reporting between fund and benchmark may arise due to the impact of timing, charges, cashflows, and the pricing basis of the underlying fund. Fund returns are calculated on a total return basis with dividends reinvested.

The value of your plan depends directly on a number of things, including the level of your pensions savings, charges, investment returns and the annuity rates available to buy your pension income when you decide to take your benefits. Levels and basis of, and reliefs from, taxation can also change. Any money that you invest in the plan is tied up until you take your retirement benefits. You cannot normally take the benefits until at least the age of 55.

The value of investments can fluctuate. Fluctuations may be particularly marked in the case of a higher volatility fund and the value of an investment may fall suddenly and substantially. Changes in exchange rates will affect the value of overseas investments. Emerging market investments are often associated with greater investment risk. Two main risks related to fixed income investing are interest rate risk and credit risk. Typically, when interest rates rise, there is a corresponding decline in the market value of bonds. Credit risk refers to the possibility that the issuer of the bond will not be able to repay the principal and make interest payments.

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