# Income
solutions

folwealth architas

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# ABOUT
# ARCHITAS

We were formed in 2008 to provide investment solutions aimed at meeting the varying needs of today's investor. As at the time of writing, 30 June 2018, we managed and advised on assets worth over £23 billion.

We are a member of the global AXA Group, a worldwide leader in financial services with 160,000 employees – we are a specialist investment manager built on the successful foundations and financial strength of a global institution.

We understand the decision to invest is not something you will make lightly – you are likely to be planning for important events in your life. This is why we have employed a wide range of investment professionals to manage and look after your investments.

The Architas funds are what is known as multi-manager. This means that our funds are spread across lots of different underlying funds managed by different managers who we consider to be the best in their respective fields.*

The Architas investment team carries out expert research with the aim of finding the best, most consistent specialist managers and to uncover potentially unique investment opportunities. Using our relationship with the AXA Group, we aim to negotiate excellent buying terms with the fund groups that make up our investment portfolios to deliver better value to you.

**OUR AWARDS**

***Past performance is not a guide to future performance. Architas is 100% owned by the AXA Group but we have no legal right of access to the assets of the AXA Group.***

**The Architas Diversified Real Assets Fund is not a multi-asset fund as it invests solely in the alternatives asset class. It is a multi-manager fund as it invests in a variety of different underlying managers.*

# INCOME **SOLUTIONS**

Our income solutions are a range of funds that aim to meet a variety of income needs. You can choose from risk profiled funds or non-risk profiled funds and from those that aim to make monthly, quarterly or half-yearly income payments.

If you are invested in the income share class of a fund, any income that your money earns will be paid out to you at regular intervals during the year. We call this income the yield and we normally express the value of the yield as a percentage showing the ratio between the overall value of your investment and the amount of income paid out to you over the course of a year.

For example, if your investment in a fund is worth £10,000 and the fund pays you £400 income over the course of a year, the fund can be said to have a yield of 4%. A fund's yield can go up and down over time as the performance of the fund changes.*

**£10,000** investment in a fund → **£400** income over a year → **4% YIELD**

## RISK PROFILED FUNDS

We manage our risk profiled funds in a way that aims to control the amount of risk investors are exposed to. Each fund is given a risk target or profile which acts as a guide to how much risk you may be exposed to by investing in that fund.

Our funds are managed in line with the risk profiling system, EValue (rated on a scale of 1 to 7, with 2 the lowest risk that Architas offers and 7 the highest).

## NON-RISK PROFILED FUNDS

Some of our funds sit outside of the risk profiled range, these are denoted in the table opposite as N/A to show there isn't an explicit risk profile for these funds. Within non-risk profiled funds, the manager has more flexibility to invest in different areas to try to maximise the amount of income they can generate. Another way to assess and compare the riskiness of a fund is by its Synthetic Risk and Reward Indicator score (SRRI).** This is based on the fund's past performance.

*The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest.*

* *There is no guarantee a yield will be paid; however funds that have a specific objective to generate income will usually have a 'yield target' that they aim to achieve.*

** *We cannot guarantee the accuracy of these predictions, which means that we cannot guarantee that your fund will always perform in line with your risk profile so you should only use them as a guide.*

Our risk profiled funds are managed to risk profiles from EValue on a 1-7 scale.

| Fund name | Yield | Architas risk profile | Ongoing charges figure (OCF) | Synthetic Risk & Reward Indicator score (SRRI) | Distribution Technology risk profile (DT) |
|---|---|---|---|---|---|
| **Architas MA Active Reserve Fund** | 2.40% | 2 | 0.88% | 3 | 3 |
| **Architas MA Active Moderate Income Fund** | 2.54% | 3 | 1.27% | 3 | 4 |
| **Architas MA Active Intermediate Income Fund** | 2.55% | 4 | 1.33% | 4 | 5 |
| **Architas MM Monthly High Income Fund** | 4.52% | N/A | 0.96% | 3 | N/A |
| **Architas Diversified Global Income Fund** | 5.12% | N/A | 1.30% | 3 | 4 |
| **Architas Diversified Real Assets Fund** | 3.10% | N/A | 1.15% | 3 | 4 |
| **Architas Global Equity Income Fund** | 3.50%† | N/A | 0.99% | 5 | N/A |

Although we manage our funds to the EValue model, your financial adviser may use a number of different profiling tools and, for this reason, we map our funds to other models. It is important to remember, however, that the funds are managed only to the EValue 1–7 scale used by Architas and the mapping to other tools including Dynamic Planner by Distribution Technology could change.

The yields shown are for the A Income share classes apart from for the Architas Diversified Real Assets Fund which is for the D income share class as at 30 June 2018. For information about yields or other share classes available, please speak to your financial adviser or contact our Customer Support team on **0800 953 0197***.

The Synthetic Risk and Reward Indicator (SRRI) was defined in 2009 by the Committee of European Securities Regulators (CESR) with the aim of providing investors with a method of assessing a fund's risk. The SRRI measures the volatility of the fund over a year and returns a score of between 1 and 7. The greater the volatility the higher the SRRI score will be. The SRRI score is at 16 February 2018; Architas Diversified Global Income Fund is at 1 March 2018.

You can find the most up-to-date SRRIs in the Key Investor Information document (under the Risk and Reward Profile section) for each fund, available from the Architas website **architas.com** or from your financial adviser.

The Architas MA Active Reserve and Architas Diversified Real Assets Funds do not have a specific objective to generate an income but the nature of the underlying investments means there is potential for the funds to pay a regular income.

* *Monday to Friday 9.00am–5.30pm; calls may be recorded. Calls are free from landlines and mobiles within the UK.*

† ***The yield shown for the Architas Global Equity Income Fund is the target yield as the fund launched on 20 July 2017.***

***Past performance is not a guide to future performance. The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest. Yields may go down as well as up and are not guaranteed.***

# INVESTING FOR **INCOME**

With the cost of living continuing to rise, you may become more reliant on your savings to help provide you with a comfortable standard of living.

In the past, bank accounts offered attractive savings rates which meant there was the possibility of using just the interest payments for a specific expense or purchase, without having to dip into the original amount put away.

However this is currently not the case. We are still in a low interest rate environment, and whilst this has helped borrowers repay their debts, savers have not been so lucky: the interest paid on virtually all savings accounts has fallen sharply, meaning that the amount you receive is much less likely to meet your day-to-day needs, let alone allow for growth of your capital value (your original amount).

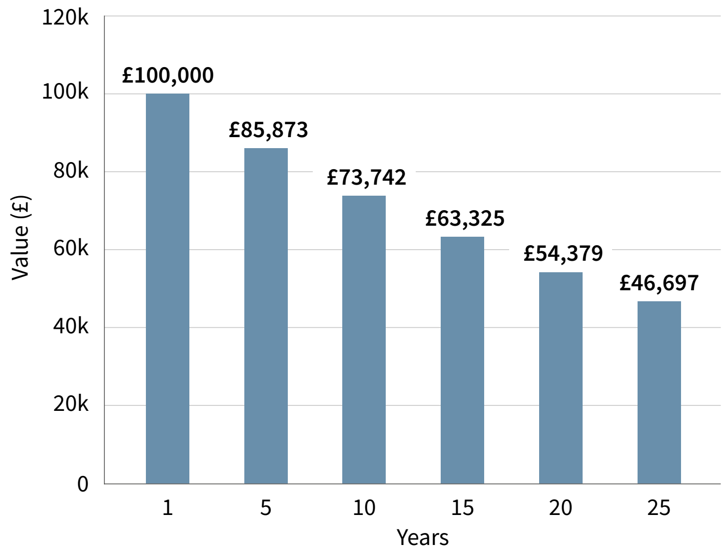
This has led some savers to look further up the risk scale and turning to investing in order to generate greater returns. It is however important to note that saving accounts tend to provide capital security and ease of access that investments may not be able to provide.

## Inflation can erode the 'real' value of your savings pots

While investment returns – the interest rate paid on your deposit in this example – are very important, you need to consider another essential factor: inflation. Inflation erodes the buying power of your money over time, so when considering long-term investments or commitments, you should think in 'real' or inflation adjusted terms.

Because of the significant impact it can have on the real value of your investment, investors need to be just as concerned with inflation as they are with the level of returns they expect to achieve on their investments. If your investments earn 2% after taxes but the rate of inflation is 1%, your 'real' return is only 1%. If the 'real' rate of return (interest rate less inflation) is negative, your capital is being eroded.

This chart aims to show how a notional £100,000 amount can be eroded over time by the effects of inflation. The data assumes a constant annual inflation rate of 3% and also assumes you take out all the interest you receive, leaving the original capital investment unchanged in nominal (non-inflation adjusted) terms. So at this rate, for instance, in 10 years' time your £100,000 will be worth the equivalent of just £73,742 in 'today's money'. This chart is for illustrative purposes only. Data is supplied by Architas.



## Income can potentially help to provide money in retirement

Investing for income can be used as part of your retirement planning. Following changes in the 2014 Budget allowing savers to draw all of their pension pots at retirement, you should think about how you will provide money for three key areas:

**Three key areas**

**1**

**ESSENTIALS**

Providing for the everyday essentials

**2**

**DISCRETIONARY**

The 'nice to haves' or what we call the discretionary spend

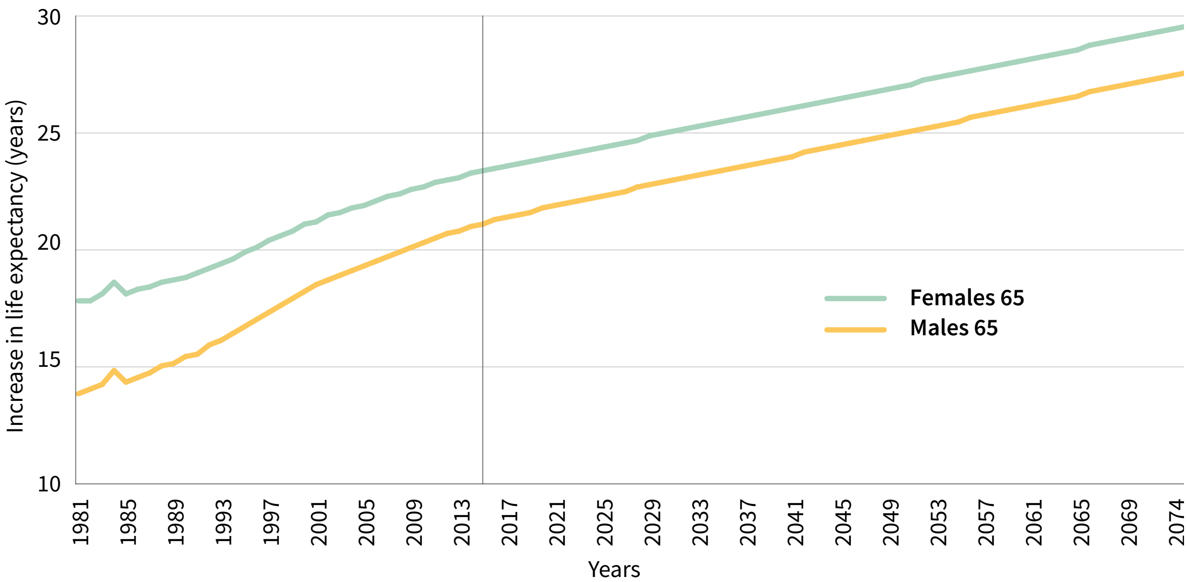
**3**

**BIG THINGS**

Later in life like healthcare or money that you plan to leave to loved ones

Investing in an income generating fund could potentially provide part of the solution as the fund's aim will be to provide a regular income which could help cover the costs of day-to-day living. How long your pension pot will need to sustain you during retirement and how much you would like to leave behind for loved ones is a key part of your retirement planning as we are living longer and longer.

Data from the Office of National Statistics below illustrates how life expectancy for 65 year olds continues to increase. This longer life expectancy highlights the importance of sound retirement planning to try to avoid shortfalls in later life; this is why both income and capital growth should be taken into account when considering investments.




Sources: Office for National Statistics as at 14 December 2015, National Records of Scotland, Northern Ireland Statistics and Research Agency.

# INCOME FROM **MULTI-ASSET FUNDS**

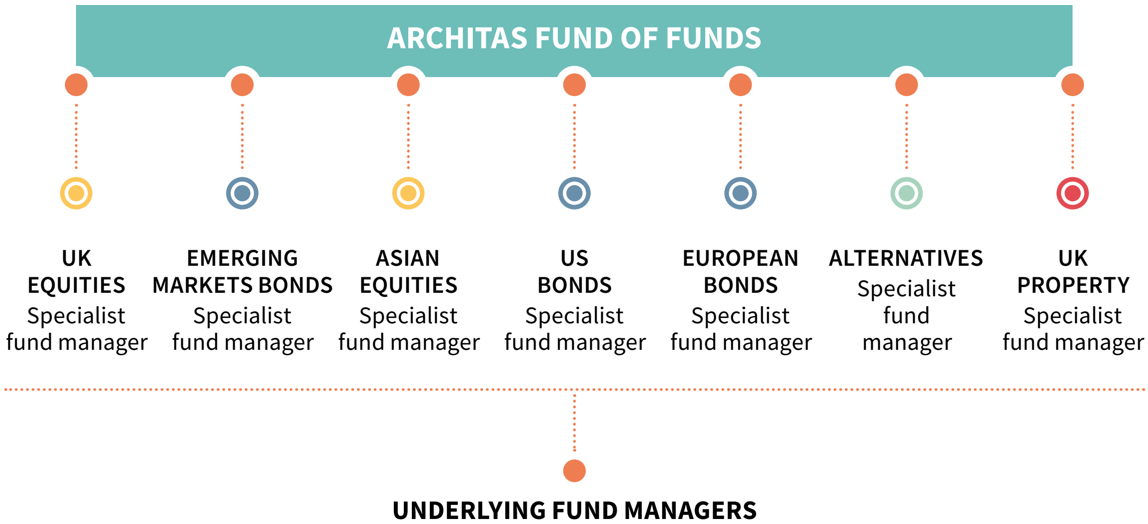
Multi-asset investing is a way of spreading, or diversifying, your investment across a range of different asset classes, sectors and countries around the world. The aim of diversifying investments is to manage the risk you are exposed to.

Diversification or 'not putting all your eggs in one basket' is at the heart of how we build our funds. We do not believe that any one manager or class of asset will perform consistently well all of the time; there will be highs and lows in performance over different time periods.

By spreading investments, we aim to distribute the investment risk across a range of assets and geographical regions, such as European corporate bonds, US shares and UK property. We also aim to diversify further by allocating to a range of investment styles, and by spreading investments across a large number of fund managers.
By doing this, we aim to reduce the risk that the portfolio could be overly impacted by the under-performance of one particular area or class of asset, investment style, or underlying fund manager.

Bringing together funds that tend to behave differently in varying market conditions may help to prepare a portfolio for a range of market conditions. There is no guarantee that this strategy will work all of the time. The effect of changing economic conditions is complicated and the performance of one class of asset can affect another.

Most of the Architas funds are multi-asset, the one exception is the Architas Diversified Real Assets Fund which is not strictly multi-asset, as it invests solely in the alternatives class of assets; however it is diversified across a number of sub-sectors within the alternatives asset classes. You can find out full details of the fund and how it is diversified on pages 38–41.



# ASSET CLASSES EXPLAINED

We consider these to be the five main asset classes that you can invest in. We aim to diversify our portfolios by including investments from some or all of these areas. Not every fund will contain investments from all of the asset classes.

## SHARES

Shares (also known as equities) of companies are a popular choice for long-term investors. As a shareholder you share in the value of the company through the share price and in the company's profits by possibly receiving dividends. Shares may act as a driving force for growth in your investment aim. However, there is a possible risk in investing in shares and you may get back less than you invested. Shares are referred to as equities in this brochure.

## BONDS

Bonds are contracts that allow a number of investors to pool together to loan money to a company, government or other institution over a fixed term. The holders of the bonds then receive interest payments over the length of the term and get their initial investment (capital) back at the end. Bonds are usually issued by companies or governments. If the borrowing company fails, there is a risk that you will not receive back either the interest due or your original capital.

## PROPERTY

Property investments through companies which own and manage a range of properties, both commercial, residential, industrial and specialist. The value of property is a matter of the valuer's opinion and not fact. There could be delays involved with accessing property investments due to the fact that property can take time to sell.

## CASH OR MONEY MARKETS

Cash or money markets are lower risk than other asset classes and typically very accessible (easy to cash in). Money market investments are short-term loans, typically less than one year, where money is deposited, such as into a bank account. These types of investments are not without risk as interest rates may be lower than inflation which will erode your purchasing power. There is also a possible risk of the institutions defaulting and being unable to repay your investment.

## ALTERNATIVES

The 'alternatives' class covers a range of investments that are an alternative to bonds, shares, property and cash. The main sub-groups are: commodities such as oil; hedge funds; and real assets such as infrastructure like toll roads or airports. Unlike a conventional portfolio of shares or bonds, which are relatively straightforward to price, putting a value on an airport, wind turbine or a motorway is more difficult and investors can be exposed to what is known as valuation risk.

We believe a diversified approach gives investors a convenient way to invest with a wide range of different investment managers through one portfolio. Our fund of funds bring together investment managers that are each specialists in their own fields in a single investment. If you invest into an Architas fund we then in turn invest into other funds that will help meet our fund's objectives. The benefit of this approach is that the investment experts at Architas will source, research and monitor all of the underlying funds so that you don't have to.

This approach can also add to the diversification potential by adding an additional level of diversification not only by class of asset and countries and regions but also by diversifying across a range of different investment managers.

# INCOME INVESTING **WITH ARCHITAS**

## Potential benefits of income investing with Architas

- At Architas, fund research is our speciality. Our large team of investment experts research and analyse thousands of specialist funds to find the best combinations to make up our diverse investment portfolios. They carry out in-depth research of fund managers, funds, different asset classes, as well as countries and regions in different conditions to find the best opportunities.

- When a fund has been selected and added to a portfolio it is regularly monitored to make sure it is performing as we expect and it continues to play its part in the overall portfolio. If a fund does not perform as our investment team expects or if there is a significant change in how that fund is managed, our team may make the decision to replace the fund with a more suitable alternative. This is one of the potential benefits of our large team: we have robust processes that ensure underlying funds are closely monitored and our thorough research means we can quickly change funds when needed.

- Risk management is a very important part of our investment process. We have a dedicated, independent internal investment risk team who monitor the ongoing risks of each fund to ensure you are not exposed to any excessive risks, and that the level of risk remains in line with the objectives of your fund.

- We offer a range of risk profiled and non-risk profiled solutions aiming to suit the investing needs and capacities of a range of different clients. When you think about investing you may be more concerned about the amount of risk that you could be exposed to and prefer a fund that is managed to a risk target so you know that it is not going to exceed a certain level. Alternatively, you may wish to invest in a fund where the fund manager does not have specific risk constraints and their objective is to generate an attractive level of yield in the most efficient way.

## RISK PROFILED

These funds are managed in a way that aims to control the amount of risk investors are exposed to and have a risk target that the funds must not exceed or fall below.

Our funds are managed in line with the risk profiling system, EValue (rated on a scale of 1 to 7, with 2 the lowest risk that Architas offers and 7 the highest). Funds in the lower-risk profiles are designed to be less risky than those in the higher-risk profiles.

Our risk profiling system is based on an assessment of the predicted future performance and volatility of various classes of asset. We cannot guarantee the accuracy of these predictions.

**Architas MA Active Reserve Fund**

**Architas MA Active Moderate Income Fund**

**Architas MA Active Intermediate Income Fund**

## NON-RISK PROFILED

These fund of funds aim to meet a specific objective without being constrained to remain within a set risk target.

This gives the fund manager greater flexibility to select underlying investments.

Although the funds are not risk profiled, the riskiness of each fund can be measured by its Synthetic Risk and Reward Indicator score (SRRI), which is based on the fund's past performance, which you can find on page 3.

**Architas MM Monthly High Income Fund**

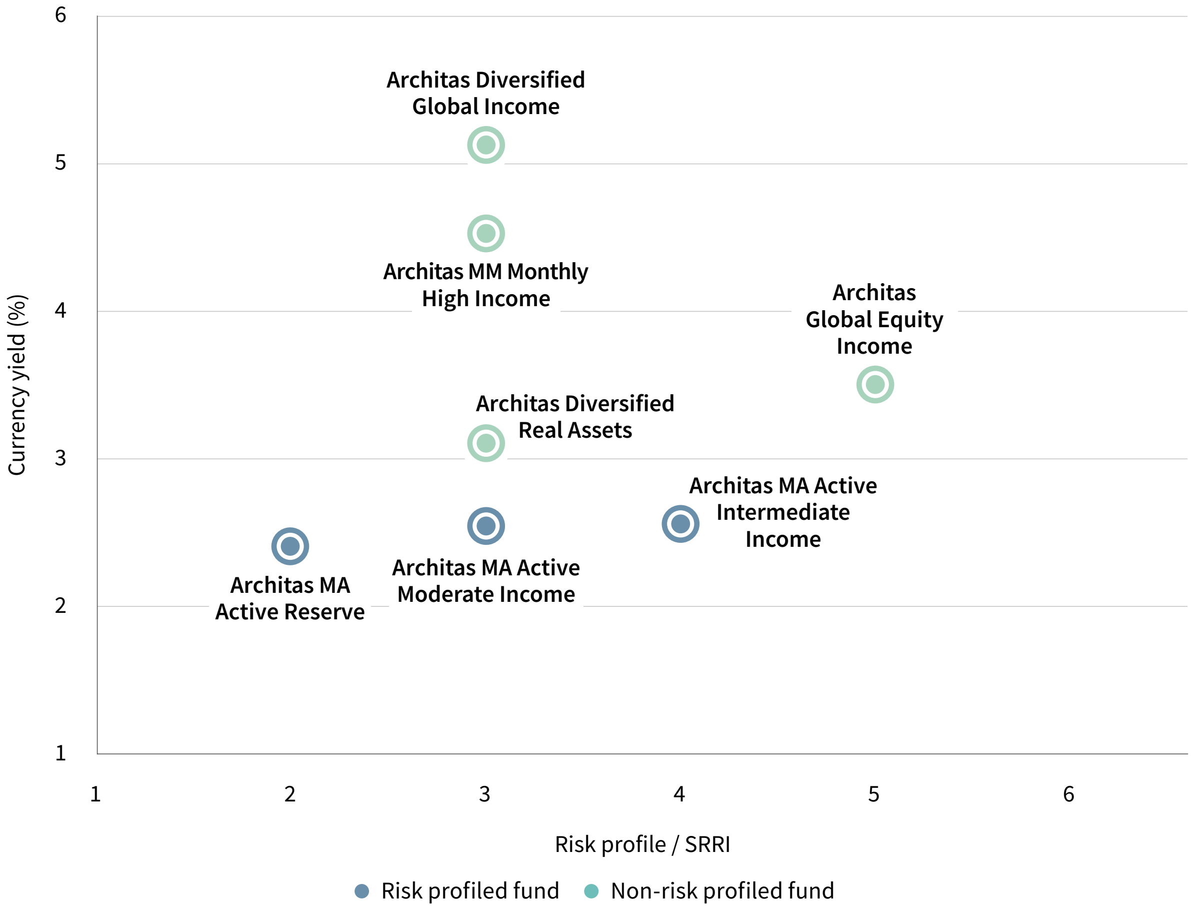
**Architas Diversified Global Income Fund**

**Architas Diversified Real Assets Fund**

**Architas Global Equity Income Fund**

The chart below gives an illustrative example of where our income solutions sit on a scale that compares the amount of risk that you are exposed to versus the amount of income it could potentially pay you. The risk profiled funds (Architas MA Active Reserve, MA Active Moderate Income and MA Active Intermediate Income funds) are positioned according to their Architas risk profile which is based on EValue's risk profile system. The non-risk profiled funds are positioned according to their SRRI.

Please note the yields displayed are current yields but these are not guaranteed. The exception to this is the Architas Global Equity Income Fund, where the target yield is shown as the fund launched in July 2017.




The Architas MM Monthly High Income, Diversified Real Assets, Diversified Global Income and Global Equity Income Funds are not risk profiled, meaning the manager has flexibility to invest in more or less risky assets to meet the funds' objectives, so the funds may move between risk profiles as the portfolio changes. The chart is designed to give you an example of what these could look like when compared to each other. For further information, please speak to your financial adviser.

# **RISK PROFILED INCOME** INVESTMENT OPTIONS

The Architas Multi-Asset Active income generating funds are a range of three risk profiled fund of funds that aim to generate an income whilst maintaining an agreed level of risk.

- **Architas Multi-Asset (MA) Active Reserve Fund**
- **Architas Multi-Asset (MA) Active Moderate Income Fund**
- **Architas Multi-Asset (MA) Active Intermediate Income Fund**

# ARCHITAS MULTI-ASSET
# **ACTIVE RESERVE FUND**

## FUND FACTS

**Launch date:** 10 April 2007

### PAYMENT FREQUENCY
Quarterly

### PAYMENT DATES
28/29 February
31 May
31 August
30 November

### ASSET ALLOCATION
| | |
|---|---|
| 36.22% | Bonds |
| 30.68% | Cash – money markets |
| 26.28% | Property |
| 6.82% | Alternatives |

### PERFORMANCE
| | |
|---|---|
| 43.37% | Since launch |
| 2.40% | Yield* |

### UNDERLYING INVESTMENTS
19

| RISK PROFILE | SRRI |
|---|---|
| 2 | 3 |

## What does the fund aim to do?

The Architas MA Active Reserve Fund aims to achieve long-term growth of your investment through a combination of income and capital growth by investing in a portfolio of globally diversified bonds, property, cash/money markets and alternatives while remaining within our set risk parameters.

## What is the risk profile?

The fund sits in risk profile 2 and has a Synthetic Risk and Reward Indicator score (SRRI) of 3.

## What is the current yield of the fund and how often is income paid?

The annualised yield at 30 June 2018 was 2.40%*. Income payments are made quarterly. The latest yield figures can be found on the fund factsheet on our website **architas.com**

## How much does it cost to invest?

You pay an ongoing charges figure, known as an OCF, of 0.88%, charged on an annual basis. The charge is deducted automatically out of the capital value of the fund. This covers the cost of running the fund including the fund manager's annual management fee.

The fund may have an initial charge, as may the product wrapper, together with other charges, all of which will reduce the growth potential. The Fund has the ability to charge an initial fee of 4.00%, but this is not currently enforced if your investment is made via an investment platform. You can find details of charges on the Key Investor Information document available from our website at **architas.com**

* Source: Architas as at 30 June 2018. The OCF and the yield is for the share class A Inc.
Architas MA Active Risk Profiled Fund range awarded the Professional Adviser Best Multi-Asset Fund Range (Volatility Managed) Award and Defaqto 5 Diamond Rating for Risk Targeted Fund Family in 2018, and the Rayner Spencer Mills Rated Fund Range and Square Mile Recommended ratings in 2017.

***Past performance is not a guide to future performance. The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest.***

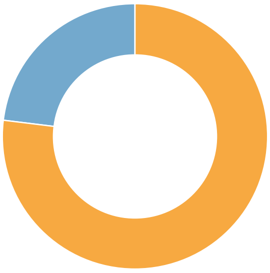
# HOW IS THE
# FUND MADE UP?

These figures are as at 30 June 2018. They have been provided for illustrative purposes and they will change over time.

## DIVERSIFICATION ACROSS ASSET CLASSES

| Other | 63.78 % |
|---|---|
| Cash – money markets | 30.68 % |
| Property | 26.28 % |
| Alternatives | 6.82 % |

| Bonds | 36.22 % |
|---|---|
| UK gilts | 11.73 % |
| Global | 10.16 % |
| UK corporate | 8.34 % |
| Global government | 5.99 % |



## DIVERSIFICATION ACROSS GEOGRAPHICAL REGIONS

| | |
|---|---|
| UK | 77.03 % |
| Global | 22.97 % |

*Funds are grouped according to their benchmarks. Global includes all funds which do not have a specific regional benchmark.*

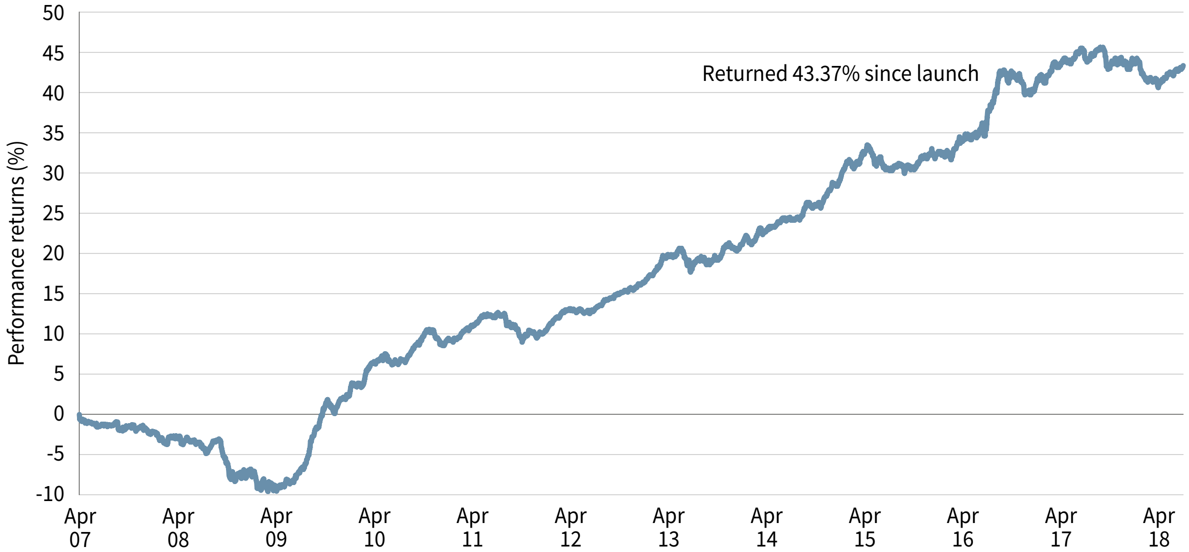
## DIVERSIFICATION ACROSS INVESTMENT MANAGERS

| | |
|---|---|
| HSBC Global Liq Sterling Liquidity | 14.12 % |
| BlackRock Institutional Cash Series Sterling Liquidity | 13.38 % |
| BlackRock UK Gilts All Stocks Index | 9.61 % |
| Invesco Perpetual Corporate Bond | 6.14 % |
| SPDR® Bloomberg Barclays 1-5 Yr Gilt ETF | 5.99 % |
| Kames Property Income | 5.73 % |
| Insight LIBOR Plus | 5.33 % |
| Legal & General UK Property | 5.26 % |
| John Laing Infrastructure | 3.70 % |
| Civitas Social Housing | 3.41 % |
| Tritax Big Box | 3.30 % |
| Starwood European Real Estate Finance | 3.28 % |
| MedicX | 3.25 % |
| Cash | 3.18 % |
| iShares Physical Gold ETC | 3.12 % |
| TwentyFour Income | 2.43 % |
| PIMCO Global Investor Series Global Bond | 2.40 % |
| Kames Investment Grade Bond | 2.19 % |
| Vanguard UK Long Duration Gilt Index | 2.12 % |
| F&C Commercial Property | 2.04 % |

# HOW HAS THE **FUND PERFORMED?**

Past performance is an important consideration when choosing an investment but past performance cannot be relied upon as a guide to how the fund is going to perform in the future.

### PERFORMANCE SINCE LAUNCH




The line chart above explains how the fund has performed since its launch on 10 April 2007. You can find the most up to date information on our fact sheets which are available on the Architas website **architas.com**

### DISCRETE PERFORMANCE FOR THE PAST FIVE YEARS

This table of discrete performance shows how the fund has performed each year over the past five years.

| Fund | 01/07/17 to 30/06/18 | 01/07/16 to 30/06/17 | 01/07/15 to 30/06/16 | 01/07/14 to 30/06/15 | 01/07/13 to 30/06/14 |
|---|---|---|---|---|---|
| Architas MA Active Reserve Fund | -0.6% | 5.4% | 5.0% | 4.7% | 5.3% |

*Due to rounding, the figures shown in each of these sections opposite may not add up to 100%.*

*The line chart data was sourced from State Street and covers the time period from the launch of the fund (10 April 2007) to 30 June 2018. Discrete performance source is State Street as at 30 June 2018.*

*The performance shown is for the A share class however this was not launched until 31 July 2012 so any performance before this time is from the R share class. Total return figures are calculated on a single-pricing-basis with net income (dividends) reinvested. Performance figures are shown in sterling unless otherwise specified. The Fund performance figures take into account the annual management charges but not the initial charges or policy charges that would be payable, which will have the effect of reducing the past performance figures shown.*

***The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest. The value of funds can fall and rise purely as a result of exchange rate fluctuations.***

# ARCHITAS MULTI-ASSET
# ACTIVE MODERATE INCOME FUND

## FUND FACTS

**Launch date:** 1 March 2004

### PAYMENT FREQUENCY

Quarterly

### PAYMENT DATES

28/29 February

31 May

31 August

30 November

### ASSET ALLOCATION

| | |
|---|---|
| 65.50% | Bonds |
| 25.63% | Equity |
| 6.15% | Alternatives |
| 2.06% | Property |
| 0.66% | Cash – money markets |

### PERFORMANCE

| | |
|---|---|
| 70.48% | Since launch |
| 2.54% | Yield* |

### UNDERLYING INVESTMENTS

24

| RISK PROFILE | SRRI |
|---|---|
| 3 | 3 |

## What does the fund aim to do?

The Architas MA Active Moderate Income Fund aims to provide a higher level of income compared with current interest rates by investing in a globally diversified combination of shares in companies, corporate and government bonds, property and alternative assets while remaining within our set risk parameters.

## What is the risk profile?

The fund sits in risk profile 3 and has a Synthetic Risk and Reward Indicator score (SRRI) of 3.

## What is the current yield of the fund and how often is income paid?

The annualised yield as at 30 June 2018 was 2.54%*. Income payments are made quarterly.

The latest yield figures can be found on the fund factsheet on our website **architas.com**

## How much does it cost to invest?

You pay an ongoing charges figure, known as an OCF, of 1.27%, charged on an annual basis. The charge is deducted automatically out of the capital value of the fund. This covers the cost of running the fund including the fund manager's annual management fee.

The fund may have an initial charge, as may the product wrapper, together with other charges, all of which will reduce the growth potential. The fund has the ability to charge an initial fee of 5.00%, but this is not currently enforced if your investment is made via an investment platform. You can find details of charges on the Key Investor Information document available from our website at **architas.com**

Professional Adviser 2018 awards WINNER Best Multi-Asset Fund Range Volatility Managed

defaqto 2018 Risk Targeted Fund Family

RSMR FUND RANGE

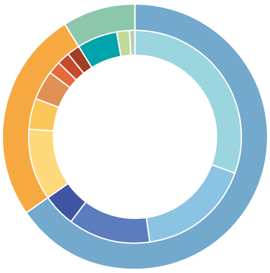
SQUARE MILE RECOMMENDED

* Source: Architas as at 30 June 2018. The OCF and the yield is for the share class A Inc.
Architas MA Active Risk Profiled Fund range awarded the Professional Adviser Best Multi-Asset Fund Range (Volatility Managed) Award and Defaqto 5 Diamond Rating for Risk Targeted Fund Family in 2018, and the Rayner Spencer Mills Rated Fund Range and Square Mile Recommended ratings in 2017.

***Past performance is not a guide to future performance. The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest.***

# HOW IS THE **FUND MADE UP?**

These figures are as at 30 June 2018. They have been provided for illustrative purposes and they will change over time.

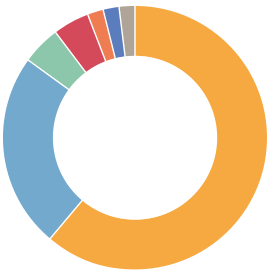


## DIVERSIFICATION ACROSS **ASSET CLASSES**

| Bonds | 65.50 % |
|---|---|
| UK corporate | 30.58 % |
| UK gilts | 17.20 % |
| Global | 12.52 % |
| Global government | 5.20 % |

| Equities | 25.63 % |
|---|---|
| UK | 10.74 % |
| Japan | 4.70 % |
| North America | 4.55 % |
| Europe but not UK | 1.96 % |
| Asia Pacific but not Japan | 1.89 % |
| Global emerging markets | 1.79 % |

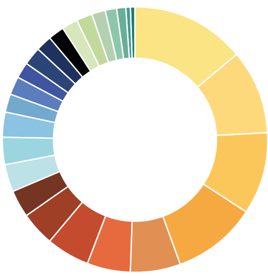
| Other | 8.87 % |
|---|---|
| Alternatives | 6.15 % |
| Property | 2.06 % |
| Cash – money markets | 0.66 % |



## DIVERSIFICATION ACROSS **GEOGRAPHICAL REGIONS**

| | |
|---|---|
| UK | 61.24 % |
| Global | 23.87 % |
| Japan | 4.70 % |
| US | 4.55 % |
| Europe | 1.96 % |
| Asia Pacific but not Japan | 1.89 % |
| Emerging markets | 1.79 % |

*Funds are grouped according to their benchmarks. Global includes all funds which do not have a specific regional benchmark.*



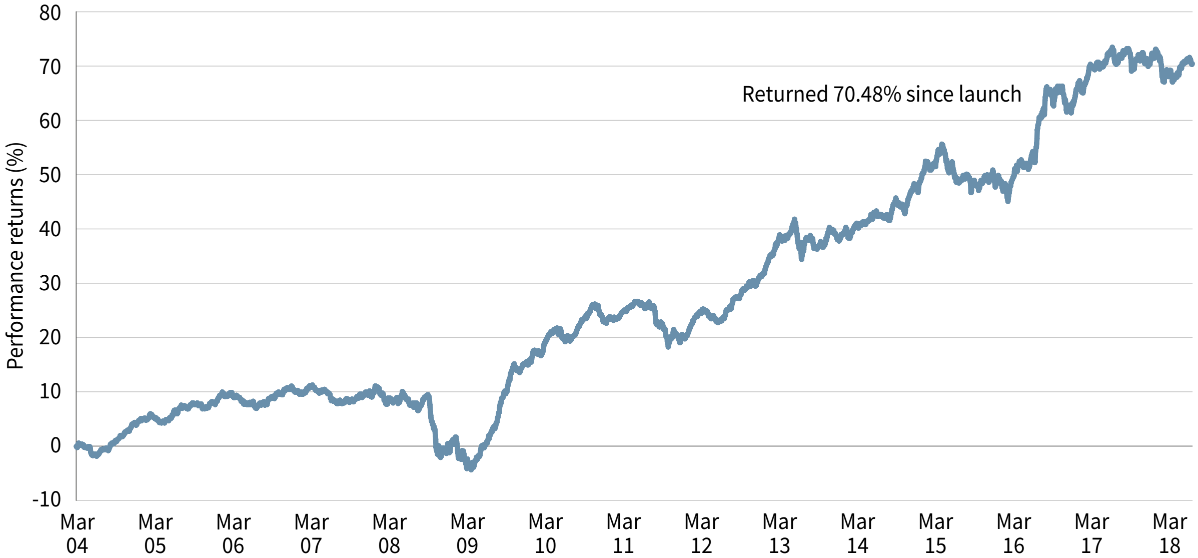
## DIVERSIFICATION ACROSS **INVESTMENT MANAGERS**

| | |
|---|---|
| BlackRock UK Gilts All Stocks Index | 13.99 % |
| Invesco Perpetual Corporate Bond | 10.34 % |
| Janus Henderson Preference & Bond | 10.19 % |
| Kames Investment Grade Bond | 10.04 % |
| Insight LIBOR Plus | 6.16 % |
| LF Lindsell Train UK Equity | 5.35 % |
| SPDR® Bloomberg Barclays 1-5 Yr Gilt ETF | 5.20 % |
| PIMCO Global Investor Series Global Bond | 4.16 % |
| Artemis US Extended Alpha | 3.41 % |
| TB Evenlode Income C Acc | 3.40 % |
| Baillie Gifford Japanese | 3.27 % |
| Vanguard UK Long Duration Gilt Index | 3.21 % |
| John Laing Infrastructure | 2.21 % |
| TwentyFour Income | 2.20 % |
| F&C Commercial Property | 2.06 % |
| Amedeo Air Four Plus | 2.02 % |
| JO Hambro UK Equity Income | 1.99 % |
| Schroder European Alpha Income | 1.96 % |
| John Laing Environmental Assets | 1.92 % |
| Hermes Asia Ex Japan Equity | 1.89 % |
| RWC Global Emerging Markets | 1.79 % |
| Man GLG Japan Core Alpha | 1.43 % |
| iShares Edge S&P 500 Minimum Volatility | 1.14 % |
| Cash | 0.43 % |
| JP Morgan Sterling Liquidity | 0.23 % |

# HOW HAS THE **FUND PERFORMED?**

Past performance is an important consideration when choosing an investment but past performance cannot be relied upon as a guide to how the fund is going to perform in the future.

### PERFORMANCE SINCE LAUNCH




This line chart above shows how the fund has performed since its launch on 1 March 2004. You can find the most up to date information on our fact sheets which are available on the Architas website **architas.com**

### DISCRETE PERFORMANCE FOR THE PAST FIVE YEARS

This table of discrete performance shows how the fund has performed each year over the past five years.

| Fund | 01/07/17 to 30/06/18 | 01/07/16 to 30/06/17 | 01/07/15 to 30/06/16 | 01/07/14 to 30/06/15 | 01/07/13 to 30/06/14 |
|---|---|---|---|---|---|
| Architas MA Active Moderate Income Fund | -0.4% | 9.8% | 4.8% | 4.1% | 5.3% |

*Due to rounding, the figures shown in each of these sections opposite may not add up to 100%.*

*The line chart data was sourced from State Street and covers the time period from the launch of the fund (1 March 2004) to 30 June 2018. Discrete performance source is State Street as at 30 June 2018.*

*The performance shown is for the A share class however this was not launched until 31 July 2012 so any performance before this time is from the R share class. Total return figures are calculated on a single-pricing-basis with net income (dividends) reinvested. Performance figures are shown in sterling unless otherwise specified. The Fund performance figures take into account the annual management charges but not the initial charges or policy charges that would be payable, which will have the effect of reducing the past performance figures shown.*

***The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest. The value of funds can fall and rise purely as a result of exchange rate fluctuations.***

# ARCHITAS MULTI-ASSET
# **ACTIVE INTERMEDIATE INCOME FUND**

## FUND FACTS

**Launch date:** 12 November 2001

### PAYMENT FREQUENCY

Quarterly

### PAYMENT DATES

28/29 February

31 May

31 August

30 November

### ASSET ALLOCATION

| | |
|---|---|
| 55.87% | Equity |
| 32.84% | Bonds |
| 5.93% | Alternatives |
| 3.31% | Cash – money markets |
| 2.05% | Property |

### PERFORMANCE

| | |
|---|---|
| 160.66% | Since launch |
| 2.55% | Yield* |

### UNDERLYING INVESTMENTS

24

| RISK PROFILE | SRRI |
|---|---|
| 4 | 4 |

## What does the fund aim to do?

The Architas MA Active Intermediate Income Fund aims to achieve an above-average level of income and maintain capital over the medium to long term by investing in a globally diversified portfolio of shares of UK and international companies, corporate and government bonds, property and alternative assets while remaining within our set risk parameters.

## What is the risk profile?

The fund sits in risk profile 4 and has a Synthetic Risk and Reward Indicator score (SRRI) of 4.

## What is the current yield of the fund and how often is income paid?

The annualised yield as at 30 June 2018 was 2.55%*. Income payments are made quarterly.

The latest yield figures can be found on the fund factsheet on our website **architas.com**

## How much does it cost to invest?

You pay an ongoing charges figure, known as an OCF, of 1.33%, charged on an annual basis. The charge is deducted automatically out of the capital value of the fund. This covers the cost of running the fund including the fund manager's annual management fee.

The fund may have an initial charge, as may the product wrapper, together with other charges, all of which will reduce the growth potential. The fund has the ability to charge an initial fee of 5.00%, but this is not currently enforced if your investment is made via an investment platform. You can find details of charges on the Key Investor Information document available from our website at **architas.com**

Professional Adviser 2018 awards WINNER Best Multi-Asset Fund Range Volatility Managed

RSMR FUND RANGE

SQUARE MILE RECOMMENDED

defaqto 2018 Risk Targeted Fund Family

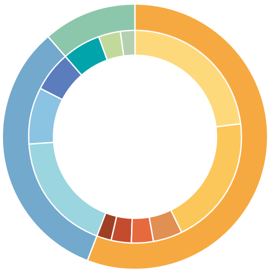
WINNER OF THE 2016 THOMSON REUTERS LIPPER FUND AWARDS UNITED KINGDOM

* Source: Architas as at 30 June 2018. The OCF and the yield is for the share class A Net Inc.
Architas MA Active Risk Profiled Fund range awarded the Professional Adviser Best Multi-Asset Fund Range (Volatility Managed) Award and Defaqto 5 Diamond Rating for Risk Targeted Fund Family in 2018, and the Rayner Spencer Mills Rated Fund Range and Square Mile Recommended ratings in 2017. Architas MA Active Intermediate Income Fund awarded the Lipper Long Term (10y) Performance Award within Mixed Asset GBP Balanced.

***Past performance is not a guide to future performance. The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest.***

# HOW IS THE
# FUND MADE UP?

These figures are as at 30 June 2018. They have been provided for illustrative purposes and they will change over time.

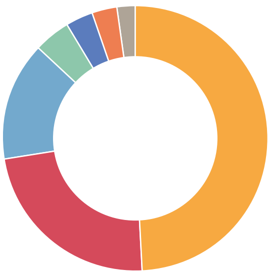


## DIVERSIFICATION ACROSS ASSET CLASSES

| Equities | 55.87 % |
|---|---|
| North America | 23.11 % |
| UK | 19.83 % |
| Japan | 4.45 % |
| Asia Pacific but not Japan | 3.34 % |
| Europe but not UK | 2.96 % |
| Global emerging markets | 2.17 % |

| Bonds | 32.84 % |
|---|---|
| UK corporate | 18.19 % |
| Global | 8.61 % |
| UK gilts | 6.04 % |

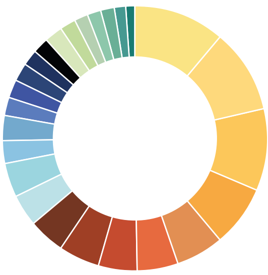
| Other | 11.29 % |
|---|---|
| Alternatives | 5.93 % |
| Cash – money markets | 3.31 % |
| Property | 2.05 % |



## DIVERSIFICATION ACROSS GEOGRAPHICAL REGIONS

| | |
|---|---|
| UK | 49.42 % |
| US | 23.11 % |
| Global | 14.54 % |
| Japan | 4.45 % |
| Asia Pacific but not Japan | 3.34 % |
| Europe | 2.96 % |
| Emerging markets | 2.17 % |

*Funds are grouped according to their benchmarks. Global includes all funds which do not have a specific regional benchmark.*



## DIVERSIFICATION ACROSS INVESTMENT MANAGERS

| | |
|---|---|
| Artemis US Extended Alpha | 11.27 % |
| Robeco BP US Premium Equities | 10.25 % |
| LF Lindsell Train UK Equity | 9.99 % |
| BlackRock Corporate Bond Index | 7.42 % |
| Janus Henderson Preference & Bond | 5.87 % |
| TB Evenlode Income | 5.01 % |
| Kames Investment Grade Bond | 4.90 % |
| JO Hambro UK Equity Income | 4.82 % |
| Baillie Gifford Japanese | 4.45 % |
| PIMCO Global Investor Series Global Bond | 4.00 % |
| BlackRock UK Gilts All Stocks Index | 3.96 % |
| Insight LIBOR Plus | 3.03 % |
| Schroder European Alpha Income | 2.96 % |
| JP Morgan Sterling Liquidity | 2.30 % |
| RWC Global Emerging Markets | 2.17 % |
| Vanguard UK Long Duration Gilt Index | 2.08 % |
| F&C Commercial Property | 2.05 % |
| John Laing Infrastructure | 2.05 % |
| Amedeo Air Four Plus | 2.00 % |
| Hermes Asia Ex Japan Equity | 1.91 % |
| John Laing Environmental Assets | 1.88 % |
| iShares Edge S&P 500 Minimum Volatility | 1.59 % |
| TwentyFour Income | 1.58 % |
| Man GLG Japan Core Alpha | 1.44 % |
| Cash | 1.00 % |

# HOW HAS THE **FUND PERFORMED?**

Past performance is an important consideration when choosing an investment but past performance cannot be relied upon as a guide to how the fund is going to perform in the future.

### PERFORMANCE SINCE LAUNCH


This line chart above shows how the fund has performed since its launch on 12 November 2001. You can find the most up to date information on our fact sheets which are available on the Architas website **architas.com**

### DISCRETE PERFORMANCE FOR THE PAST FIVE YEARS

This table of discrete performance shows how the fund has performed each year over the past five years.

| Fund | 01/07/17 to 30/06/18 | 01/07/16 to 30/06/17 | 01/07/15 to 30/06/16 | 01/07/14 to 30/06/15 | 01/07/13 to 30/06/14 |
|---|---|---|---|---|---|
| Architas MA Active Intermediate Income Fund | 1.6% | 14.0% | 4.9% | 6.2% | 6.7% |

*Due to rounding, the figures shown in each of these sections opposite may not add up to 100%.*

*The line chart data was sourced from State Street and covers the time period from the launch of the fund (12 November 2001) to 30 June 2018. Discrete performance source is State Street as at 30 June 2018.*

*The performance shown is for the A share class however this was not launched until 31 July 2012 so any performance before this time is from the R share class. Total return figures are calculated on a single-pricing-basis with net income (dividends) reinvested. Performance figures are shown in sterling unless otherwise specified. The Fund performance figures take into account the annual management charges but not the initial charges or policy charges that would be payable, which will have the effect of reducing the past performance figures shown.*

***The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest. The value of funds can fall and rise purely as a result of exchange rate fluctuations.***

# NON-RISK PROFILED INCOME INVESTMENT OPTIONS

Our income generating specialist funds are a range of fund of funds which aim to meet a specific objective without being constrained to remain within a set risk target. This gives the fund manager greater flexibility to select underlying investments.

- Architas Multi-Manager (MM) Monthly High Income Fund
- Architas Diversified Global Income Fund
- Architas Diversified Real Assets Fund
- Architas Global Equity Income Fund

Although the funds are not risk profiled, the riskiness of each fund can be measured by its Synthetic Risk and Reward Indicator score (SRRI), which is based on the fund's past performance. You can find this in the Key Investor Information document for the fund, available via the Architas website **architas.com** or from your financial adviser.

# ARCHITAS MULTI-MANAGER (MM) **MONTHLY HIGH INCOME FUND**

## FUND FACTS

**Launch date:** 11 November 2001

### PAYMENT FREQUENCY

Monthly

### PAYMENT DATES

On the 15th day of each month

### ASSET ALLOCATION

| | |
|---|---|
| 72.74% | Bonds |
| 16.58% | Equity |
| 7.87% | Property |
| 2.51% | Alternatives |
| 0.30% | Cash – money markets |

### PERFORMANCE

| | |
|---|---|
| 59.68% | Since launch |
| 4.52% | Yield* |

### UNDERLYING INVESTMENTS

37

### SRRI

3

## What does the fund aim to do?

The Architas MM Monthly High Income Fund aims to achieve an above-average level of income and maintain capital over the medium to long term by investing in a globally diversified portfolio of shares in UK companies, corporate and government bonds, and property.

## The fund is not risk profiled but what is the SRRI?

The fund has a Synthetic Risk and Reward Indicator score (SRRI) of 3.

## What is the current yield of the fund and how often is income paid?

The annualised yield as at 30 June 2018 was 4.52%*. Income payments are made monthly. The latest yield figures can be found on the fund factsheet on our website **architas.com**

## How much does it cost to invest?

You pay an ongoing charges figure, known as an OCF, of 0.96%, charged on an annual basis. The charge is deducted automatically out of the capital value of the fund. This covers the cost of running the fund including the fund manager's annual management fee.

The fund may have an initial charge, as may the product wrapper, together with other charges, all of which will reduce the growth potential. The fund has the ability to charge an initial fee of 4.50%, but this is not currently enforced if your investment is made via an investment platform. You can find details of charges on the Key Investor Information document available from our website at **architas.com**

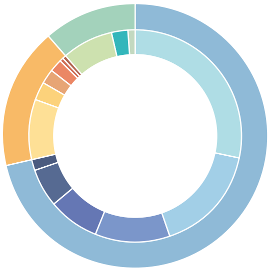


* Source: Architas as at 30 June 2018. The OCF and the yield is for the share class A Inc.

***Past performance is not a guide to future performance. The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest.***

# HOW IS THE **FUND MADE UP?**

These figures are as at 30 June 2018. They have been provided for illustrative purposes and they will change over time.

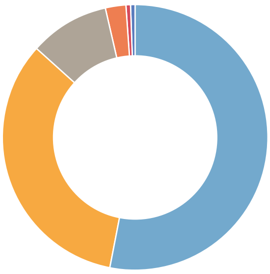


## DIVERSIFICATION ACROSS **ASSET CLASSES**

| **Bonds** | **72.74%** |
|---|---|
| Global | 28.90% |
| UK corporate | 16.85% |
| High yield | 11.46% |
| Global emerging market debt | 7.97% |
| UK gilts | 5.92% |
| Global government | 1.64% |

| **Equities** | **16.58%** |
|---|---|
| Global | 9.31% |
| UK | 2.87% |
| Europe but not UK | 2.42% |
| Global emerging markets | 1.94% |
| North America | 0.02% |
| Asia Pacific but not Japan | 0.02% |

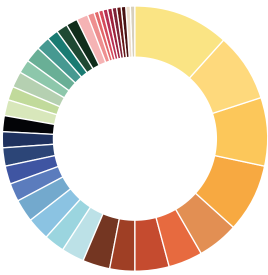
| **Other** | **10.68%** |
|---|---|
| Property | 7.87% |
| Alternatives | 2.51% |
| Cash – money markets | 0.30% |



## DIVERSIFICATION ACROSS **GEOGRAPHICAL REGIONS**

| | |
|---|---|
| Global | 53.81% |
| UK | 33.82% |
| Emerging markets | 9.91% |
| Europe | 2.42% |
| US | 0.02% |
| Asia Pacific but not Japan | 0.02% |

*Funds are grouped according to their benchmarks. Global includes all funds which do not have a specific regional benchmark.*



## DIVERSIFICATION ACROSS **INVESTMENT MANAGERS**

| | |
|---|---|
| Vanguard US Investment Grade Credit Idx | 12.91% |
| Schroder ISF Global Div Maximiser | 9.31% |
| AXA Global High Inc | 9.28% |
| Vanguard UK Investment Grade Bd Idx | 9.22% |
| PIMCO GIS Inc | 5.53% |
| Vontobel EM Debt | 4.54% |
| Legal and General Sterling Corporate Bd Idx | 4.42% |
| Royal London Sterling Extra Yield Bd | 3.63% |
| Legal and General EM Gov Bd | 3.42% |
| Ediston Property Investment Co | 3.10% |
| TwentyFour Select Monthly Inc | 3.01% |
| TwentyFour Dynamic Bd | 3.00% |
| AXA Framlington Monthly Inc | 2.85% |
| TwentyFour Inc | 2.62% |
| Renewables Infrastructure | 2.51% |
| BlackRock Continental Eurp Inc A H Inc | 2.40% |
| CVC Credit Partners European Opportunities | 2.12% |
| Vanguard UK Short-Term Investment Grade Bd Idx | 2.12% |
| MedicX | 2.11% |
| BlackRock UK Gilts All Stocks Idx | 1.98% |
| JP Morgan Global EM | 1.94% |
| BlackRock $ Treasury Bd 20+yr | 1.60% |
| Civitas Social Housing | 1.58% |
| Robeco Financial Institutions Bds | 1.46% |
| iShares Corporate Bd Idx (UK) | 1.09% |
| Legal & General Global Real Estate Div Idx. | 0.59% |
| Civitas Social Housing C | 0.49% |
| SPDR® Blmbrg Bcly 10+ Yr US Corp Bd ETF | 0.38% |
| Cash | 0.30% |
| Vanguard UK Long Duration Gilt Idx | 0.26% |
| SPDR® Barclays 1-5 Year Gilt ETF | 0.06% |
| AXA IM FIIS EU Short Duration High Yield | 0.05% |
| iShares $ Treasury Bd 1-3yr UCITS ETF USD | 0.02% |
| SPDR® S&P US Div Aristocrats ETF | 0.02% |
| iShares US Mortgage Backed Securities UCITS ETF | 0.02% |
| SPDR® S&P Pan Asia Div Aristocrats UCITS ETF | 0.02% |
| SPDR® S&P Euro Div Aristocrats UCITS ETF | 0.02% |
| SPDR® S&P UK Div Aristocrats ETF | 0.02% |

# HOW HAS THE **FUND PERFORMED?**

Past performance is an important consideration when choosing an investment but past performance cannot be relied upon as a guide to how the fund is going to perform in the future.

### PERFORMANCE SINCE LAUNCH


This line chart above shows how the fund has performed since its launch on 12 November 2001. You can find the most up to date information on our fact sheets which are available on the Architas website **architas.com**

### DISCRETE PERFORMANCE FOR THE PAST FIVE YEARS

This table of discrete performance shows how the fund has performed each year over the past five years.

| Fund | 01/07/17 to 30/06/18 | 01/07/16 to 30/06/17 | 01/07/15 to 30/06/16 | 01/07/14 to 30/06/15 | 01/07/13 to 30/06/14 |
|---|---|---|---|---|---|
| Architas MM Monthly High Income Fund | -0.2% | 10.1% | 1.5% | 3.5% | 7.1% |

*Due to rounding, the figures shown in each of these sections opposite may not add up to 100%.*

*The line chart data was sourced from State Street and covers the time period from the launch of the fund 11 November 2001 to 30 June 2018. Discrete performance source is State Street as at 30 June 2018.*

*The performance shown is for the A share class however this was not launched until 23 October 2012 so any performance before this time is from the R share class. Total return figures are calculated on a single-pricing-basis with net income (dividends) reinvested. Performance figures are shown in sterling unless otherwise specified. The Fund performance figures take into account the annual management charges but not the initial charges or policy charges that would be payable, which will have the effect of reducing the past performance figures shown.*

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# ARCHITAS DIVERSIFIED **GLOBAL INCOME FUND**

## FUND FACTS

**Launch date:** 3 March 2015

### PAYMENT FREQUENCY

Quarterly

### PAYMENT DATES

28/29 February

31 May

31 August

30 November

### ASSET ALLOCATION

| | |
|---|---|
| 45.17% | Equities |
| 35.82% | Bonds |
| 10.83% | Alternatives |
| 7.07% | Property |
| 1.04% | Cash – money markets |

### PERFORMANCE

| | |
|---|---|
| 10.00% | Since launch |
| 5.12% | Yield* |

### UNDERLYING INVESTMENTS

32

### SRRI

3

## What does the fund aim to do?

The Architas Diversified Global Income Fund aims to provide income together with capital growth over the medium to long term.

## The fund is not risk profiled but what is the SRRI?

The fund has a Synthetic Risk and Reward Indicator score (SRRI) of 3.

## What is the current yield of the fund and how often is income paid?

The annualised yield of the fund as at 30 June 2018 is 5.12%*. Income payments are made quarterly. The latest yield figures can be found on the fund factsheet on our website **architas.com**

## How much does it cost to invest?

You pay an ongoing charges figure, known as an OCF, of 1.30%, charged on an annual basis. The charge is deducted automatically out of the capital value of the fund. This covers the cost of running the fund including the fund manager's annual management fee.

The fund may have an initial charge, as may the product wrapper, together with other charges, all of which will reduce the growth potential. The fund has the ability to charge an initial fee of 4.00%, but this is not currently enforced if your investment is made via an investment platform. You can find details of charges on the Key Investor Information document available from our website at **architas.com**

defaqto
2018
Multi-Asset Income

* Source: Architas as at 30 June 2018. The OCF and yield is for the share class A Net Inc.
Defaqto 5 Diamond Rating for Multi-Asset Income awarded to the Architas Diversified Global Income Fund in 2018.

***Past performance is not a guide to future performance. The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest.***

# HOW IS THE **FUND MADE UP?**

These figures are as at 30 June 2018. They have been provided for illustrative purposes and they will change over time.

## DIVERSIFICATION ACROSS **ASSETS CLASSES**

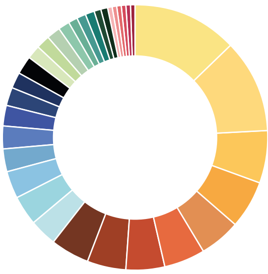
| Equities | 45.17% |
|---|---|
| Global | 29.15% |
| UK | 7.27% |
| Europe but not UK | 5.13% |
| Emerging market | 3.61% |

| Bonds | 35.82% |
|---|---|
| Corporate | 11.99% |
| High yield | 11.13% |
| Emerging market debt | 6.53% |
| Asset backed securities | 3.08% |
| Loans | 2.94% |
| UK government | 0.14% |
| Global government | 0.01% |

| Alternatives | 17.90% |
|---|---|
| Property | 7.07% |
| Infrastructure | 4.71% |
| Asset leasing | 2.25% |
| Renewable energy infrastructure | 2.21% |
| Real estate debt | 1.67% |

| Other | 1.04% |
|---|---|
| Cash – money market | 1.04% |

## DIVERSIFICATION ACROSS **INVESTMENT MANAGERS**

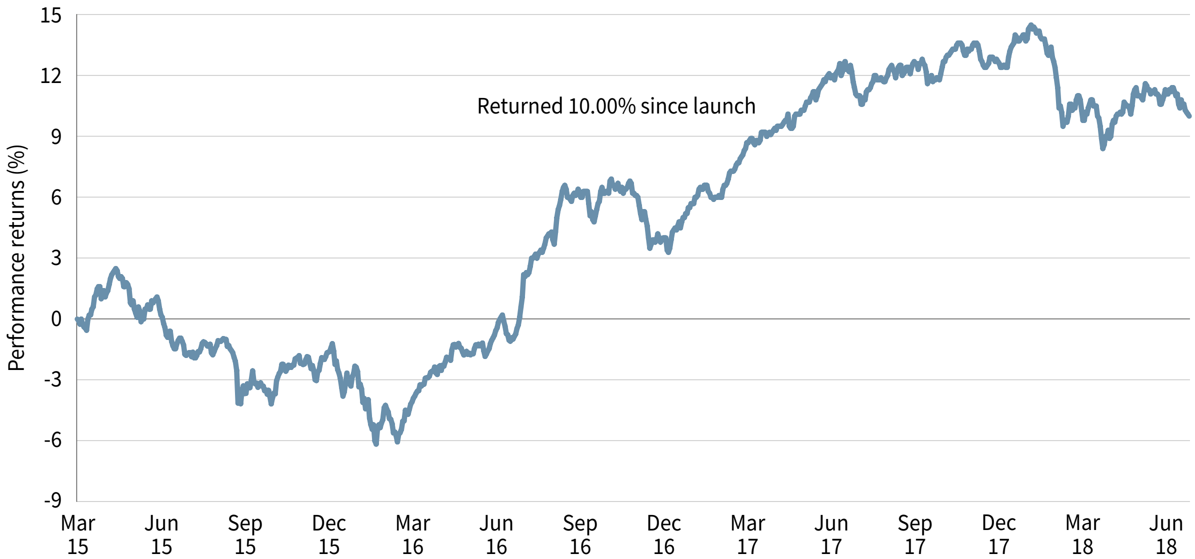


| | |
|---|---|
| BlackRock Global Enhanced Equity | 13.57% |
| Schroder ISF Global Dividend Maximiser | 11.94% |
| Vanguard US Investment Grade Credit Index | 6.41% |
| Neuberger Berman Global High Yield Bond Fund | 6.16% |
| Fidelity Enhanced Income | 5.39% |
| BlackRock Continental European Income Fund | 5.13% |
| Royal London Sterling Extra Yield Bond | 4.96% |
| Neuberger Berman Emerging Market Debt Hard Currency | 4.86% |
| Kames Property Income Fund | 4.82% |
| Fidelity Global Enhanced Income | 3.64% |
| JP Morgan Global Emerging Markets | 3.61% |
| Vanguard UK Investment Grade Bond Index | 3.45% |
| Invesco US Senior Loan Fund | 2.94% |
| GCP Infrastructure Investments | 2.94% |
| TwentyFour Income | 2.60% |
| Doric Nimrod Air Two Limited | 2.25% |
| John Laing Environmental Assets | 2.21% |
| Vanguard UK Short-Term Investment Grade Bond Index | 2.12% |
| SPDR® S&P UK Dividend Aristocrats ETF | 1.88% |
| International Public Partnerships | 1.77% |
| Vontobel Emerging Markets Debt | 1.68% |
| Starwood European Real Estate Finance | 1.67% |
| MedicX | 1.12% |
| Civitas Social Housing | 1.11% |
| Cash | 1.04% |
| TwentyFour Dynamic Bond | 0.47% |
| SPDR® Barclays 1-5 Year Gilt ETF | 0.12% |
| Legal & General Global Real Estate Dividend Index. | 0.02% |
| Robeco Financial Institutions Bonds | 0.01% |
| BlackRock $ Treasury Bond 20+yr | 0.01% |
| SPDR® Blmbrg Bcly 10+ Yr US Corp Bd ETF | 0.01% |
| Vanguard UK Long Duration Gilt Index | 0.01% |
| BlackRock UK Gilts All Stocks Index | 0.01% |

# HOW HAS THE **FUND PERFORMED?**

Past performance is an important consideration when choosing an investment but past performance cannot be relied upon as a guide to how the fund is going to perform in the future.

### PERFORMANCE SINCE LAUNCH




This line chart above shows how the fund has performed since its launch on 3 March 2015. You can find the most up to date information on our factsheets which are available on the Architas website **architas.com**

### DISCRETE PERFORMANCE FOR THE PAST FIVE YEARS

This table of discrete performance shows how the fund has performed each year over the past five years.

| Fund | 01/07/17 to 30/06/18 | 01/07/16 to 30/06/17 | 01/07/15 to 30/06/16 | 01/07/14 to 30/06/15 | 01/07/13 to 30/06/14 |
|---|---|---|---|---|---|
| Architas Diversified Global Income Fund | -1.3% | 10.7% | 2.4% | – | – |

*Due to rounding, the figures shown in each of these sections opposite may not add up to 100%.*

*The line chart data was sourced from State Street and covers the time period from the launch of the fund (3 March 2015) to 30 June 2018. Discrete performance source is State Street as at 30 June 2018.*

*Total return figures are calculated on a single-pricing-basis with net income (dividends) reinvested. Performance figures are shown in sterling unless otherwise specified. The Fund performance figures take into account the annual management charges but not the initial charges or policy charges that would be payable, which will have the effect of reducing the past performance figures shown.*

***The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest. The value of funds can fall and rise purely as a result of exchange rate fluctuations.***

# ARCHITAS DIVERSIFIED **REAL ASSETS FUND**

## FUND FACTS

**Launch date:** 5 August 2014

### PAYMENT FREQUENCY

Semi-annually

### PAYMENT DATES

28/29 February

31 August

### ASSET ALLOCATION

| | |
|---|---|
| 98.10% | Alternatives |
| 1.90% | Cash – money markets |

### PERFORMANCE

| | |
|---|---|
| 16.49% | Since launch |
| 3.10% | Yield* |

### UNDERLYING INVESTMENTS

35

### SRRI

3

## What does the fund aim to do?

The Architas Diversified Real Assets Fund aims to give investors exposure to alternatives asset class to help diversify your existing investment portfolio. It aims to generate a regular, stable income whilst investing in assets that could help defend your investments against the effects of inflation.

## The fund is not risk profiled but what is the SRRI?

The fund has a Synthetic Risk and Reward Indicator score (SRRI) of 3.

## What is the current yield of the fund and how often is income paid?

The annualised yield as at 30 June 2018 was 3.10%*. Income payments are made semi-annually.

The latest yield figures can be found on the fund factsheet on our website **architas.com**

## How much does it cost to invest?

You pay an ongoing charges figure, known as an OCF, of 1.15%, charged on an annual basis. The charge is deducted automatically out of the capital value of the fund. This covers the cost of running the fund including the fund manager's annual management fee.

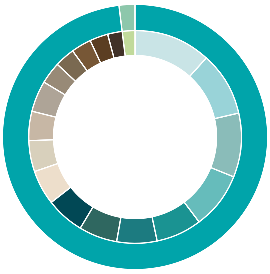
The fund may have an initial charge, as may the product wrapper, together with other charges, all of which will reduce the growth potential. The fund has the ability to charge an initial fee of 4.00%, but this is not currently enforced if your investment is made via an investment platform. You can find details of charges on the Key Investor Information document available from our website at **architas.com**

* Source: Architas as at 30 June 2018. The OCF and the yield is for the share class D Net Inc.
Defaqto 5 Diamond Rating for Multi-Asset Income awarded to the Architas Diversified Real Assets Fund in 2018.

***Past performance is not a guide to future performance. The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest. Some of the fund's portfolio is invested in alternative assets which are different to the more traditional assets classes such as equities and bonds. During difficult market conditions these may be hard to sell at a fair price, referred to as being illiquid, which may in turn cause prices of these assets to go up and down more sharply than usual.***

# HOW IS THE
# FUND MADE UP?

These figures are as at 30 June 2018. They have been provided for illustrative purposes and they will change over time.



## DIVERSIFICATION ACROSS SUB SECTORS

| | |
|---|---|
| **Alternatives** | **98.10%** |
| Asset backed securities | 11.81% |
| Specialist property | 9.81% |
| Infrastructure | 9.51% |
| Leveraged loans | 8.77% |
| Inflation linked bonds | 7.00% |
| Global equity infrastructure | 5.96% |
| Renewable energy infrastructure | 5.86% |
| Project finance | 5.80% |
| Property global REITS | 5.31% |
| Property direct | 4.65% |
| Property debt | 4.65% |
| Commodities | 4.53% |
| Gold | 3.32% |
| Catastrophe reinsurance | 3.26% |
| Asset leasing | 2.94% |
| Energy infrastructure | 2.76% |
| Timber equity | 2.16% |
| **Other** | **1.90%** |
| Cash – money market | 1.90% |

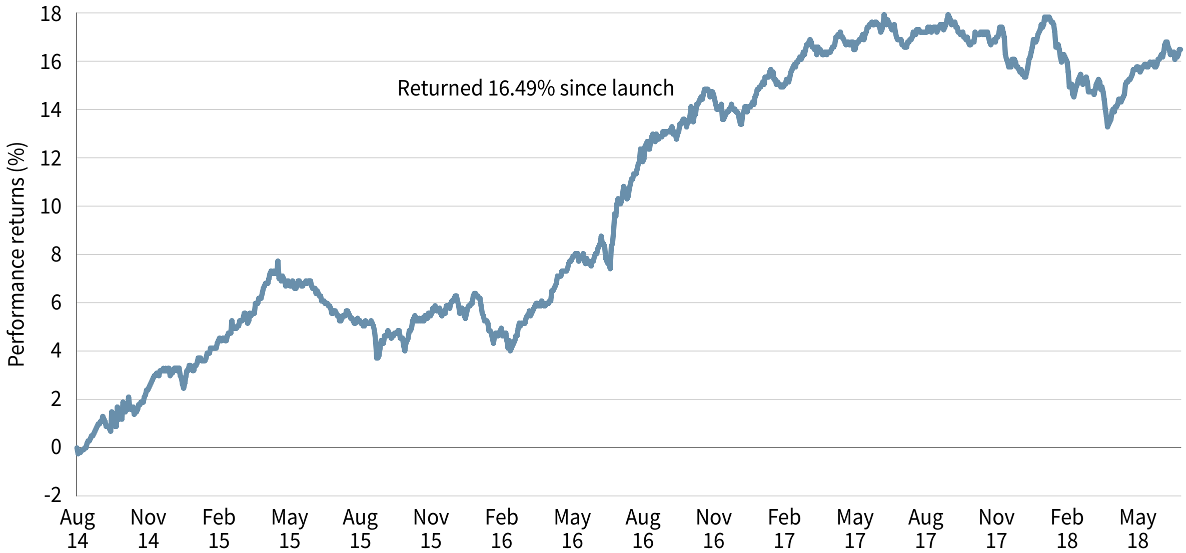
## DIVERSIFICATION ACROSS INVESTMENT MANAGERS

| | |
|---|---|
| TwentyFour Dynamic Bond | 6.64% |
| Royal London Sterling Extra Yield Bond | 5.80% |
| AXA World Funds – Global Flexible Property | 5.31% |
| Invesco US Senior Loan Fund | 5.26% |
| Insight LIBOR Plus | 5.17% |
| Kames Property Income Fund | 4.65% |
| PIMCO GIS Commodities Real Return | 4.53% |
| M&G European Loan Fund | 3.49% |
| GCP Infrastructure Investments | 3.41% |
| John Laing Infrastructure | 3.38% |
| iShares Physical Gold ETC | 3.32% |
| First State Global Listed Infrastructure Fund | 3.29% |
| GCP Student Living | 3.26% |
| AXA Global Inflation Bonds | 3.21% |
| John Laing Environmental Assets | 3.00% |
| Starwood European Real Estate Finance | 2.94% |
| Pimco GIS Series MLP & Energy Infrastructure Fund | 2.76% |
| International Public Partnerships | 2.72% |
| Legg Mason RARE Infrastructure Value Fund | 2.67% |
| MedicX | 2.55% |
| Tritax Big Box | 2.54% |
| Pictet – Timber | 2.16% |
| M&G UK Inflation Linked Corporate Bond Fund | 2.10% |
| Amedeo Air Four Plus | 1.93% |
| Schroder Flexible Cat Bond | 1.87% |
| AXA World Funds – Global Inflation Bonds | 1.69% |
| Renewables Infrastructure | 1.69% |
| BlackRock ICS Sterling Liquidity | 1.54% |
| Assura PLC | 1.46% |
| CatCo Reinsurance Opportunities Fund | 1.39% |
| Greencoat UK Wind | 1.18% |
| Doric Nimrod Air Two Limited | 1.01% |
| Civitas Social Housing C | 0.99% |
| Civitas Social Housing | 0.73% |
| Cash | 0.36% |
| Invesco US Senior Loan Fund | 0.02% |

# HOW HAS THE **FUND PERFORMED?**

Past performance is an important consideration when choosing an investment but past performance cannot be relied upon as a guide to how the fund is going to perform in the future.

## PERFORMANCE SINCE LAUNCH




This line chart above shows how the fund has performed since its launch on 5 August 2014. You can find the most up to date information on our factsheets which are available on the Architas website **architas.com**

## DISCRETE PERFORMANCE FOR THE PAST FIVE YEARS

This table of discrete performance shows how the fund has performed each year over the past five years.

| Fund | 01/07/17 to 30/06/18 | 01/07/16 to 30/06/17 | 01/07/15 to 30/06/16 | 01/07/14 to 30/06/15 | 01/07/13 to 30/06/14 |
|---|---|---|---|---|---|
| Architas Diversified Real Assets Fund | -0.4% | 6.7% | 3.8% | – | – |

*Due to rounding, the figures shown in each of these sections opposite may not add up to 100%.*

*The line chart data was sourced from State Street and covers the time period from the launch of the fund (5 August 2014) to 30 June 2018. Discrete performance source is State Street Direct as at 30 June 2018.*

*The performance shown is for the D share class however this was not launched until 1 December 2014 so any performance before this time is from the A share class. Total return figures are calculated on a single-pricing-basis with net income (dividends) reinvested. Performance figures are shown in sterling unless otherwise specified. The Fund performance figures take into account the annual management charges but not the initial charges or policy charges that would be payable, which will have the effect of reducing the past performance figures shown.*

***The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest. The value of funds can fall and rise purely as a result of exchange rate fluctuations.***

# ARCHITAS GLOBAL **EQUITY INCOME FUND**

## FUND FACTS

**Launch date:** 20 July 2017

### PAYMENT FREQUENCY

Quarterly

### PAYMENT DATES

31 January

30 April

31 July

31 October

### ASSET ALLOCATION

99.46% Equity

0.54% Cash – money markets

### PERFORMANCE

3.50% Target yield

### UNDERLYING INVESTMENTS

12

### SRRI

5

## What does the fund aim to do?

The Architas Global Equity Income Fund is designed to produce a regular income by investing in equity funds across different geographies. The fund can invest up to 10% in bonds. Including this fund as part of a portfolio could provide great diversification benefits for those looking to invest for at least five years.

## The fund is not risk profiled but what is the SRRI?

The fund has a Synthetic Risk and Reward Indicator score (SRRI) of 5.

## What is the target yield of the fund and how often is income paid?

The fund has a target yield of 3.50%. This yield is not guaranteed and will only be paid from the income generated by the fund, capital will not be used to pay the difference if there is a shortfall from the target yield. If you invest in the income share class of the fund you will have the option to have a regular income paid out to you. Alternatively, you can choose to have the income automatically reinvested by investing in the accumulation share classes. Income payments are made quarterly.

## How much does it cost to invest?

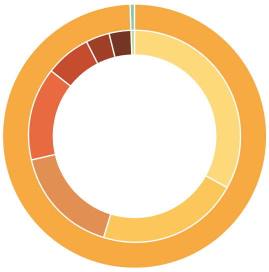
You pay an ongoing charges figure, known as an OCF, of 0.99%, charged on an annual basis. The charge is deducted automatically out of the capital value of the fund. This covers the cost of running the fund including the fund manager's annual management fee.

The fund may have an initial charge, as may the product wrapper, together with other charges, all of which will reduce the growth potential. The fund has the ability to charge an initial fee of 4.50%, but this is not currently enforced if your investment is made via an investment platform. You can find details of charges on the Key Investor Information document available from our website at **architas.com**

***Past performance is not a guide to future performance. The value of investments and any income from them can go down as well as up and is not guaranteed, and you could get back less than you invest.***

# HOW IS THE
# **FUND MADE UP?**

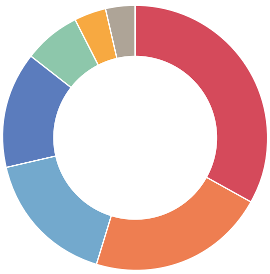
These figures are as at 30 June 2018. They have been provided for illustrative purposes and they will change over time.



## DIVERSIFICATION ACROSS **SUB SECTORS**

| Equities | 99.46% |
|---|---|
| North America | 33.11% |
| Europe but not UK | 21.79% |
| Global | 16.59% |
| Asia Pacific but not Japan | 14.14% |
| Japan | 7.10% |
| Emerging markets | 3.60% |
| UK | 3.14% |

| Other | 0.54% |
|---|---|
| Cash – money market | 0.54% |



## DIVERSIFICATION ACROSS **GEOGRAPHICAL REGIONS**

| | |
|---|---|
| US | 33.11% |
| Europe | 21.79% |
| Global | 16.59% |
| Asia Pacific but not Japan | 14.14% |
| Japan | 7.10% |
| UK | 3.68% |
| Emerging markets | 3.60% |

## DIVERSIFICATION ACROSS **INVESTMENT MANAGERS**

| | |
|---|---|
| BlackRock Global Enhanced Equity | 14.68% |
| Vanguard US Equity Index | 11.87% |
| BlackRock Continental European Equity Tracker | 11.67% |
| BlackRock North American Equity Index | 11.66% |
| BlackRock Continental European Income | 10.12% |
| Schroders Asian Income Maximiser | 9.93% |
| PowerShares S&P 500 High Dividend Low Volatility | 9.58% |
| BlackRock Japan Equity Tracker | 7.10% |
| BlackRock ISF Pacific Rim Index | 4.21% |
| BlackRock Emerging Markets Equity Tracker | 3.60% |
| Vanguard FTSE U.K. Equity Income Index | 3.14% |
| Fidelity Global Enhanced Income | 1.91% |
| Cash | 0.54% |

*Due to rounding, the figures shown in each of these above sections may not add up to 100%.*

# GLOSSARY

### ASSET ALLOCATION
Asset allocation is an investment strategy that attempts to balance risk versus reward by adjusting the percentage of each asset in an investment portfolio according to the investor's risk tolerance, goals and investment time frame.

### ALTERNATIVES
The 'alternatives' class covers a range of investments. The main parts are commodities such as oil, infrastructure such as communication and transport, hedge funds and absolute return funds (an absolute return fund aims to make positive returns by using investment management techniques and classes of asset that differ from traditional funds).

### DIVERSIFICATION
Diversification or not "putting all your eggs in one basket" By spreading out our funds, we aim to spread the investment risk across a range of assets, geographic regions, investment styles and managers such as corporate bonds, US shares and UK property. By doing this, we aim to reduce the risk the portfolio would be exposed to if the assets were all in one area or class of asset. Bringing together funds that tend to behave differently in varying market conditions may help to prepare a portfolio for a range of market conditions.

### FUND OF FUNDS
A fund which holds a portfolio of other funds rather than investing directly in shares, bonds or other securities.

### GILT
Gilt is the term used to talk about a bond issued by the UK government.

### INCOME
Income refers to the dividend payment from equities or interest paid on bonds.

### INCOME UNITS
Income units (inc) are the type of unit in a collective investment scheme where the income is distributed to the unit holders.

### RISK
Risk is the measurable probability of loss or less than expected returns from an investment, asset or business activity.

### RISK PROFILING
The aim of risk profiling is to help people determine how much risk they might be prepared to take to meet their investment goals. Once this has been established, risk profiling can help people identify funds and investments that might – or might not – be suitable for them.

### UNDERLYING FUNDS
Underlying funds are the individual investment funds that Architas investment managers select to make up their fund of funds portfolio, each individual fund can be spread across a range of classes of assets.

### YIELD
Yield is the amount of income generated by a fund's investment in relation to the price.

# IMPORTANT **INFORMATION**

The value of investments can fall as well as rise and is not guaranteed, which means you could get back less than you invested.

The Architas funds featured in this brochure may invest over 35% of their assets in investments issued by a single local, national or supranational government. The funds can invest entirely in units of collective investment schemes.

Some of the Architas Diversified Real Assets Fund is invested in alternative assets which are different to the more traditional assets classes such as equities and bonds. During difficult market conditions these may be hard to sell at a fair price, referred to as being illiquid, which may in turn cause prices of these assets to go up and down more sharply than usual.

You can invest in these funds through a number of financial products. These funds may not be appropriate for investors who plan to withdraw their money within five years. We take charges to cover the costs of managing the fund. If you are investing using a financial product, the product provider may take extra charges, and, if so, should give you details of these charges before you invest.

The AXA Group includes other fund management companies which we refer to as in-house managers, such as AXA Investment Managers and AllianceBernstein. We, Architas, may choose to include funds managed by in-house managers, which we refer to as in-house funds, within our multi-manager funds.

AXA also works closely with a select number of external fund managers which are referred to as strategic partners. These partners are selected on the basis of their strengths under certain criteria and we may choose funds from the strategic partners to make up our multi-manager funds. In the UK, we follow an in-depth research process that ensures that the funds selected for our multi-manager funds are included on the potential benefits they could bring to our Architas funds. We are not influenced by the AXA Group to include in-house or strategic partner funds over funds from other fund managers; funds are selected on their consistency to meet their objectives. We regularly review our selection of funds, including those from strategic partners and in-house managers, to ensure they continue to be appropriate and in your best interests.

If you need more information on any of our funds, you can ask us for a free copy of the Key Investor Information document (KIID) and the prospectus. The KIID is designed to help you make an informed decision before investing. You can also view or download all of our funds' KIIDs from our website at **architas.com**, by following the Key Investor Information documents link from the home page and in the information centre.

AXA is a worldwide leader in financial protection and wealth management. Architas operates three legal entities in the UK; Architas Multi-Manager Limited (AMML), Architas Advisory Services Limited (AASL) and Architas Limited. Both AMML and AASL are owned by Architas Limited, which is 100% owned by AXA UK plc (a company registered in England & Wales), with the ultimate parent and controlling company being AXA SA (a company registered in France). AMML is an investment company that provides access to other investment managers' services through a range of multi-manager solutions, including regulated collective investment schemes.

AMML in the UK works with strategic partners and AXA Group internal fund managers, to find out more information about this please visit **architas.com/inhousestratpartners/**. AMML is a company limited by shares and authorised and regulated by the Financial Conduct Authority (Firm Reference Number 477328). It is registered in England: No. 06458717. Registered Office: 5 Old Broad Street, London, EC2N 1AD.

architas

The Architas customer support team is on hand to answer your questions.

**Call 0800 953 0197**

*Monday to Friday 9.00am–5.30pm; calls may be recorded. Calls are free from landlines and mobiles within the UK.*


Architas Multi-Manager Limited
5 Old Broad Street
London EC2N 1AD
**architas.com**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