



MATURING BUY AND MAINTAIN FUNDS

31 December 2020

OBJECTIVE

The Funds seek to generate a return for investors by investing primarily in a portfolio of debt securities

FUND RANGE SUMMARY

- Insight's Maturing Buy and Maintain Bond Fund range consists of six funds which invest in assets that mature over discrete five-year periods, and pay out coupon and principal proceeds over time, offering a predictable stream of cash flows
- Insight's buy and maintain approach focuses on credit quality, avoidance of default and stability of cash flows, aiming to offer an attractive solution for investors seeking structural credit exposure

FUND SUMMARY

	2021-2025	2026-2030	2031-2035	2036-2040	2041-2045	2046-2050
Yield (%)	1.01	1.36	1.55	1.80	1.99	1.97
Spread to government (bps)	116	131	127	130	136	130
Spread to swaps (bps)	101	117	121	140	156	153
Duration (years)	2.82	6.75	9.85	12.27	14.43	17.28
Swing (%)	0.19	0.30	0.41	0.47	0.53	0.50
Average rating	A-	A-	A-	A-	A-	A-

CREDIT RATING DISTRIBUTION (%)

	2021-2025	2026-2030	2031-2035	2036-2040	2041-2045	2046-2050
AAA	0.1	1.4	1.5	0.0	0.0	0.0
AA	9.3	6.5	6.2	7.7	5.4	7.7
A	28.8	33.5	33.6	35.8	35.5	34.5
BBB	59.1	55.2	57.0	52.9	52.5	53.1
Cash and other	2.7	3.5	1.7	3.6	6.5	4.7

SECTOR WEIGHTS (%)

	2021-2025	2026-2030	2031-2035	2036-2040	2041-2045	2046-2050
Financials	29.84	29.99	28.59	27.79	28.26	25.64
Utilities	18.76	18.10	19.95	22.94	16.07	6.25
Consumer	19.54	12.54	14.53	9.20	13.94	7.01
Industrials	16.44	13.58	16.66	16.29	14.79	18.77
Telecoms	5.22	12.85	12.01	12.33	12.67	20.82
Secured	8.19	11.55	6.91	7.87	7.72	16.86
Cash and other	2.0	1.4	1.4	3.6	6.5	4.7

DENOMINATION OF BONDS (PRE-HEDGING %)

	2021-2025	2026-2030	2031-2035	2036-2040	2041-2045	2046-2050
GBP	75.7	72.2	76.1	58.8	44.0	37.9
EUR	4.7	3.6	2.3	1.1	0.0	4.4
USD	17.6	22.9	20.2	36.6	49.5	52.9

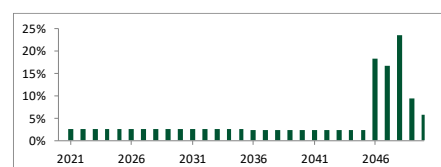
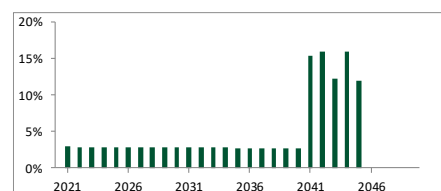
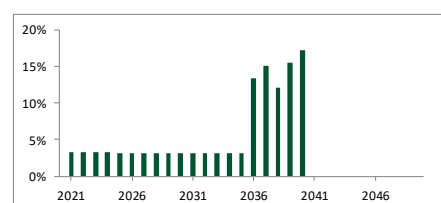
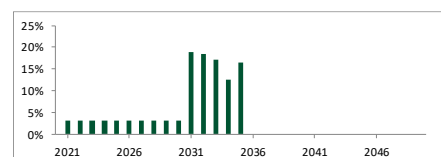
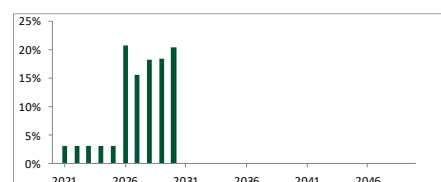
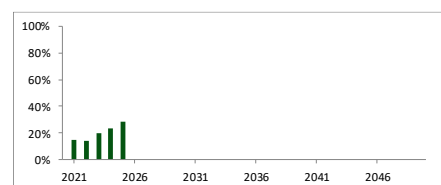
FUND RANGE FACTS

Fund size: £3.2bn

Inception date: 17 July 2017

Fund manager: Adam Mossakowski

PROJECTED CASH FLOWS



Cash flows shown are based on current holdings. Holdings will change, although the overall cash flow profile of each fund is not expected to change significantly. Final redemption year cash flows will be smoothed.

FUND MANAGER COMMENTS

Credit spreads tightened significantly over the quarter leaving many parts of the market at, or through, pre-pandemic levels. As a result, all of the Funds delivered a positive absolute return. USD-denominated credit and sectors more acutely exposed to the lockdown-driven economic slowdown continued to perform better than GBP-denominated credit on further improvements in sentiment. This also played out at company level, with firms like Heathrow, Gatwick, Center Parcs and US car rental company Enterprise all benefitting. The Funds benefited from this trend and this drove the bulk of the outperformance of the longer dated Funds relative to their comparator indices. Activity continued to be driven by participation in attractively priced new issuance, this quarter adding names such as Toyota, Heathrow and European mobile telephony tower business Cellnex. Our exposure to Intu SGS (an issuer on our watchlist) was maintained and there were no sales during the quarter for credit related reasons.

FUND AND COMPARATOR INDEX PERFORMANCE

Fund returns can be sense-checked against a series of customised iBoxx indices. These indices comprise sterling-denominated corporate bonds with an expected maturity or call date within the respective calendar year bands for each fund. They are not investible; for example, the longest has 25 issuers, three of which represent over 30% of the index. The duration of the indices as well as the fact that the funds have non-GBP denominated positions, means that the relative performance can deviate significantly.

	3 months %	1 year %	3 years % p.a.	Since inception % p.a.
MBAM Bond Fund 2021-2025 ¹	1.49	3.46	2.79	2.78
iBoxx GBP Corporates 2021-2025	1.41	3.49	2.83	2.85
MBAM Bond Fund 2026-2030 ¹	3.33	6.71	4.79	4.77
iBoxx GBP Corporates 2026-2030	3.41	7.80	5.36	5.37
MBAM Bond Fund 2031-2035 ¹	5.51	10.72	7.03	7.04
iBoxx GBP Corporates 2031-2035	4.81	10.95	7.19	7.06
MBAM Bond Fund 2036-2040 ¹	6.85	11.82	7.41	7.67
iBoxx GBP Corporates 2036-2040	5.75	12.94	7.93	7.82
MBAM Bond Fund 2041-2045 ²	8.57	11.53	7.25	7.92
iBoxx GBP Corporates 2041-2045	6.56	13.18	8.87	9.27

MBAM Bond Fund 2046-50³ – This fund has recently been launched and has a performance track record of less than twelve months. Accordingly, there is insufficient data to provide a useful indication of performance to investors.

Source: Insight Investment and Rimes. Fund performance is shown for share class S £ Inc and is calculated as total return, including reinvested income distributions, gross of fees and expenses. Gross of fees performance results do not reflect the deduction of charges, which will reduce investors' returns. Performance for periods over one year is annualised. Inception Dates – ¹17 July 2017, ²16 October 2017, ³03 July 2020. **Past performance is not indicative of future results. Investment in any strategy involves a risk of loss which may partly be due to exchange rate fluctuations.**

The value of investments and any income from them will fluctuate and is not guaranteed (this may be partly due to exchange rate fluctuations). Investors may not get back the full amount invested. The information in this document is general in nature and does not constitute legal, tax, or investment advice. This document may not be used for the purposes of an offer or solicitation to anyone in any jurisdiction in which such offer or solicitation is not authorised or to any person to whom it is unlawful to make such offer or solicitation. Investors are urged to consult their own advisers on the implications of making an investment in, and holding or disposing of shares in the Fund.

- Any losses in the fund will be borne solely by investors in the fund and not by BNY Mellon (including its affiliates); therefore BNY Mellon's losses in the fund will be limited to losses attributable to the ownership interests in the fund held by BNY Mellon and any affiliate in its capacity as an investor in the fund or as beneficiary of a restricted profit interest held by BNY Mellon or any affiliate.
- Ownership interests in the fund are not insured by the FDIC, are not deposits, obligations of, or endorsed or guaranteed in any way, by BNY Mellon. Neither BNY Mellon nor any of its controlled affiliates (which includes the fund's general manager/ managing partner/ investment adviser), may directly or indirectly, guarantee, assume, or otherwise insure the obligations or performance of the fund or of any other covered fund in which the fund invests.
- Investors should read the fund's offering documents before investing in the fund. Information about the role of BNY Mellon, its controlled affiliates, and their employees in sponsoring or providing services to the fund are described in the Volcker Rule section of the offering documents.

Issued by Insight Investment Funds Management Limited, 160 Queen Victoria Street, London EC4V 4LA. Registered in England No. 01835691. Insight Investment Funds Management Limited is authorised and regulated in the UK by the Financial Conduct Authority.

© 2020 Insight Investment. All rights reserved.

TECHNICAL DETAILS

Legal structure: Qualifying Investor Alternative Investment Fund (QIAIF)

Domicile: Ireland

Share class currencies: Sterling

Dealing frequency: 3rd business day (London and Dublin) of each calendar month

Settlement period: Purchases: T+3, Redemptions: Up to 15 Business Days following the Dealing Deadline after receipt of repurchase instruction

Pricing method: NAV/Share, subject to Dilution Adjustment:

In the case of net subscriptions:

- NAV/Share may be adjusted up to arrive at issue price

- repurchase price remains at NAV/Share

In the case of net repurchases:

- NAV/Share may be adjusted up or down to arrive at repurchase price

- issue price remains at NAV/Share

Scheme: LDI Solutions Plus ICAV

Depository: Northern Trust Fiduciary Services (Ireland) Limited

Administrator: Northern Trust International Fund Administration Services (Ireland) Limited

Ongoing charges: 0.08% (represented by share class S Income, other share classes are available)

FIND OUT MORE

Client Relationship Management

clientdirectors@insightinvestment.com
+44 20 7321 1499



www.insightinvestment.com

Telephone calls may be recorded.
Call charges may vary by provider.