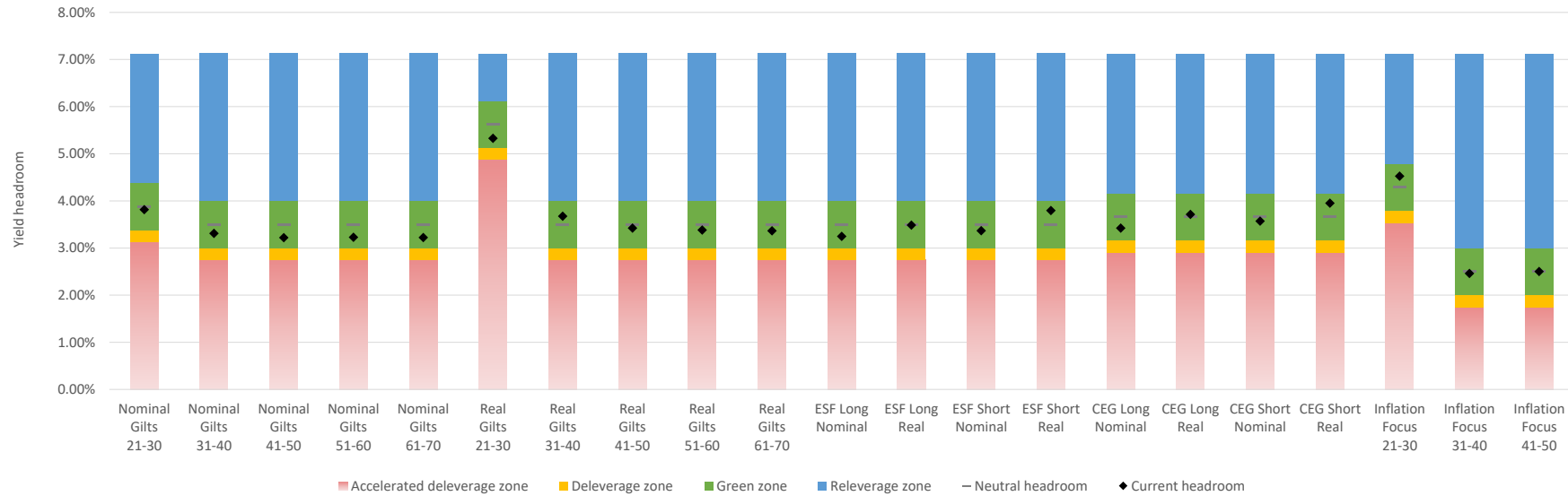


## Estimated LDI fund yield headroom as at 31 July 2026



|                                    | Nominal<br>Gilts<br>21-30 | Nominal<br>Gilts<br>31-40 | Nominal<br>Gilts<br>41-50 | Nominal<br>Gilts<br>51-60 | Nominal<br>Gilts<br>61-70 | Real<br>Gilts<br>21-30 | Real<br>Gilts<br>31-40 | Real<br>Gilts<br>41-50 | Real<br>Gilts<br>51-60 | Real<br>Gilts<br>61-70 | ESF Long<br>Nominal | ESF Long<br>Real | ESF Short<br>Nominal | ESF Short<br>Real | CEG Long<br>Nominal | CEG Long<br>Real | CEG Short<br>Nominal | CEG Short<br>Real | Inflation<br>Focus<br>21-30 | Inflation<br>Focus<br>31-40 | Inflation<br>Focus<br>41-50 |
|------------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|---------------------|------------------|----------------------|-------------------|---------------------|------------------|----------------------|-------------------|-----------------------------|-----------------------------|-----------------------------|
| Current headroom*                  | 3.82%                     | 3.31%                     | 3.22%                     | 3.23%                     | 3.22%                     | 5.33%                  | 3.68%                  | 3.42%                  | 3.38%                  | 3.37%                  | 3.25%               | 3.49%            | 3.37%                | 3.80%             | 3.42%               | 3.71%            | 3.57%                | 3.95%             | 4.53%                       | 2.46%                       | 2.50%                       |
| Accelerated deleverage trigger     | 3.13%                     | 2.75%                     | 2.75%                     | 2.75%                     | 2.75%                     | 4.87%                  | 2.75%                  | 2.75%                  | 2.75%                  | 2.75%                  | 2.75%               | 2.75%            | 2.75%                | 2.75%             | 2.91%               | 2.91%            | 2.91%                | 2.91%             | 3.54%                       | 1.75%                       | 1.75%                       |
| Deleverage trigger                 | 3.38%                     | 3.00%                     | 3.00%                     | 3.00%                     | 3.00%                     | 5.12%                  | 3.00%                  | 3.00%                  | 3.00%                  | 3.00%                  | 3.00%               | 3.00%            | 3.00%                | 3.00%             | 3.16%               | 3.16%            | 3.16%                | 3.16%             | 3.79%                       | 2.00%                       | 2.00%                       |
| Neutral level                      | 3.88%                     | 3.50%                     | 3.50%                     | 3.50%                     | 3.50%                     | 5.62%                  | 3.50%                  | 3.50%                  | 3.50%                  | 3.50%                  | 3.50%               | 3.50%            | 3.50%                | 3.50%             | 3.66%               | 3.66%            | 3.66%                | 3.66%             | 4.29%                       | 2.50%                       | 2.50%                       |
| Relevance zone**                   | 4.38%                     | 4.00%                     | 4.00%                     | 4.00%                     | 4.00%                     | 6.12%                  | 4.00%                  | 4.00%                  | 4.00%                  | 4.00%                  | 4.00%               | 4.00%            | 4.00%                | 4.00%             | 4.16%               | 4.16%            | 4.16%                | 4.16%             | 4.79%                       | 3.00%                       | 3.00%                       |
| Yield change to deleverage trigger | 0.43%                     | 0.31%                     | 0.22%                     | 0.23%                     | 0.22%                     | 0.20%                  | 0.68%                  | 0.42%                  | 0.38%                  | 0.37%                  | 0.25%               | 0.49%            | 0.37%                | 0.80%             | 0.26%               | 0.55%            | 0.41%                | 0.79%             | -0.73%                      | -0.46%                      | -0.50%                      |
| Yield change to relevance zone**   | -0.57%                    | -0.69%                    | -0.78%                    | -0.77%                    | -0.78%                    | -0.80%                 | -0.32%                 | -0.58%                 | -0.62%                 | -0.63%                 | -0.75%              | -0.51%           | -0.63%               | -0.20%            | -0.74%              | -0.45%           | -0.59%               | -0.21%            | 0.27%                       | 0.54%                       | 0.50%                       |

\*Current headroom shows the interest rate rise to collateral exhaustion for nominal/real funds. Current headroom shows the inflation rate fall to collateral exhaustion for inflation funds.

\*\* Where funds are in the relevance zone, relevance events may be called at the discretion of the portfolio manager, subject to prevailing market conditions.

Source: Insight. All figures are based on market conditions and are subject to change due to market movements.

The inflation funds are sensitive to both interest rates and inflation; the stress assumes inflation falls and, for prudence, the stress for inflation funds allows for some interest rate correlation i.e. interest rates falling at the same time as inflation. Yield changes for inflation funds shown in terms of changes to the implied inflation rate.

Please note Insight's leverage framework is subject to change without notice and at the discretion of the relevant portfolio manager.

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