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3rd September 2019

Dear Shareholder,

This letter contains important information about your investment in one or more of the following sub-funds of Insight Investment Discretionary Funds ICVC (the “**Company**”)

- **Insight Investment UK Broad Market Bond Fund**
- **Insight Investment UK Corporate All Maturities Bond Fund**
- **Insight Investment UK Corporate Long Maturities Bond Fund**
- **Insight Investment UK Government All Maturities Bond Fund**
- **Insight Investment UK Government Long Maturities Bond Fund**
- **Insight Investment UK Index-Linked Bond Fund**

(each a “**Sub-Fund**”, together the “**Sub-Funds**”)

No action is required from you for the changes below which took effect on the 6th August 2019.

Earlier this year, the Financial Conduct Authority (the “**FCA**”), published its “Policy Statement, Asset Management Market Study - further remedies, (PS 19/4)” (the “**Policy Statement**”) in which it proposed a number of recommendations designed to improve the quality, comparability and robustness of the information available to investors in UK authorised funds. This was followed by updated rules in the FCA’s collective investment scheme sourcebook (“**COLL**”).

Included in the rules and guidance set out in the Policy Statement and COLL are requirements to ensure that fund investment objectives and policies are clear and describe the types of assets the funds will invest in. In addition, all funds are required to provide information to investors in relation to the fund’s choice and use of any benchmark.

In light of the Policy Statement and the FCA’s requirements and expectations more generally, the authorised corporate director of the Company, Insight Investment Funds Management Limited (the “**ACD**”), in consultation with the investment adviser of the Sub-Funds, Insight Investment Management (Global) Limited (the “**Investment Adviser**”), has clarified the investment objectives and policies of the Sub-Funds. A disclosure has also been added informing investors which benchmarks are used by the Sub-Funds and that the Sub-Funds’ objectives are to generate a return that exceeds the benchmark return by a given percentage over rolling five year periods (i.e. each of the Sub-Funds have a target return).

The comparison overleaf summarises the changes. The additional disclosures add clarity to confirm which asset classes the Sub-Funds can already invest in. One of these clarifications relates to the ability of the Sub-Funds to invest directly or indirectly in sub-investment grade bonds and for three of the Sub-Funds the ability to invest in contingent convertible bonds. There has been no change to the way the Sub-Funds are managed and the risk profiles of the Sub-Funds will have not changed as a result of the clarifications.

In addition to the changes made within the investment objective and policy of each Sub-Fund, a short description has been added on the choice of each benchmark.

The FCA has confirmed the clarifications will not affect the Sub-Funds' ongoing authorisations and the changes took effect on 6 August 2019.

Copies of the revised Prospectus, Instrument of Incorporation and Key Investor Information Documents incorporating the changes to the Sub-Funds are available on request and from our website, www.insightinvestment.com.

If you have any questions, please contact our client service centre, which is open Monday to Friday, 8.30am until 5.30pm, excluding bank holidays.

Yours faithfully,



Director

Appendix: Comparison of the Sub-Funds' investment objectives and policies

Current objective and policy	Revised objective and policy
<p>Insight Investment UK Broad Market Bond Fund</p> <p>The Fund aims to generate a return by investing principally in Sterling denominated fixed interest securities issued by governments, public authorities and corporate entities.</p> <p>The Fund may also invest in collective investment schemes, deposits and cash and near cash, other transferable securities, money market instruments and derivatives.</p> <p>Derivatives may be used for efficient portfolio management as well as for meeting the investment objective of the Fund.</p>	<p>Insight Investment UK Broad Market Bond Fund</p> <p>Investment Objective</p> <p>The objective of the Fund is to generate a return, comprising both income and capital growth, that exceeds the composite return represented by the 50% FTSE Actuaries UK Conventional Gilts All Stocks Index and the 50% iBoxx GBP Non-gilts Index (the "Fund's Benchmark") by 1% per year over a rolling five year period before the deduction of tax, management charges and expenses (the "Target Return").</p> <p>Investment Policy</p> <p>In seeking to achieve its objective, the Fund will invest at least 50% of its assets directly (i.e. excluding the effect of any exposure obtained via derivatives) in Sterling denominated conventional bonds issued by governments, public authorities and corporate entities. While the Fund will invest at least 50% in such instruments, typically, this could be substantially higher.</p> <p>The Fund's Benchmark is comprised of securities with all maturities. While the Investment Adviser will have regard to the fact that the objective of the Fund is expressed by reference to the Fund's Benchmark, the Investment Adviser has a high level of discretion in the selection of investments and may invest in securities that are not included in the Fund's Benchmark.</p> <p>The balance of the Fund's assets may be invested to varying degrees in bonds other than those referred to above, loans, collective investment schemes (including those managed by the ACD or its associates), deposits, cash and near cash instruments, other transferable securities, money market instruments, repurchase agreements, reverse repurchase agreements, derivatives and forward transactions.</p> <p>The Fund may invest directly, or indirectly, in sub-investment grade bonds and contingent convertible bonds to a maximum combined limit of 25% of its assets.</p> <p>Derivatives may be used for efficient portfolio management as well as for meeting the investment objective of the Fund.</p> <p>Target Benchmark</p> <p>The ACD and the Investment Adviser consider the Fund's Benchmark to be appropriate for measuring the Fund's performance because the iBoxx GBP Non-gilts Index represents the investment grade fixed-income market for Sterling-denominated bonds other than UK government bonds and the FTSE Actuaries UK Conventional Gilts All Stocks Index is one of the industry's most widely-used performance benchmarks for the UK government bond market. The ACD considers that the Fund's Target Return is commensurate with the Investment Adviser's risk-managed, active management approach.</p>

Appendix: Comparison of the Sub-Funds' investment objectives and policies

Current objective and policy	Revised objective and policy
<p>Insight Investment UK Corporate All Maturities Bond Fund</p> <p>The Fund aims to generate a return by investing principally in Sterling denominated fixed interest securities issued by entities other than the UK Government.</p> <p>The Fund may also invest in collective investment schemes, deposits and cash and near cash, other transferable securities, money market instruments and derivatives.</p> <p>Derivatives may be used for efficient portfolio management as well as for meeting the investment objective of the Fund.</p>	<p>Insight Investment UK Corporate All Maturities Bond Fund</p> <p>Investment Objective</p> <p>The objective of the Fund is to generate a return, comprising both income and capital growth, that exceeds the return of the iBoxx GBP Non-gilts Index (the "Fund's Benchmark") by 1% per year over a rolling five year period before the deduction of tax, management charges and expenses (the "Target Return").</p> <p>Investment Policy</p> <p>In seeking to achieve its objective, the Fund will invest at least 50% of its assets directly (i.e. excluding the effect of any exposure obtained via derivatives) in Sterling denominated conventional bonds issued by entities other than the UK government. While the Fund will invest at least 50% in such instruments, typically, this could be substantially higher.</p> <p>The Fund's Benchmark is comprised of securities of all maturities. While the Investment Adviser will have regard to the fact that the objective of the Fund is expressed by reference to the Fund's Benchmark, the Investment Adviser has a high level of discretion in the selection of investments and may invest in securities that are not included in the Fund's Benchmark.</p> <p>The balance of the Fund's assets may be invested to varying degrees in bonds other than those referred to above, loans, collective investment schemes (including those managed by the ACD or its associates), deposits, cash and near cash instruments, other transferable securities, money market instruments, repurchase agreements, reverse repurchase agreements, derivatives and forward transactions.</p> <p>The Fund may invest directly, or indirectly, in sub-investment grade bonds and contingent convertible bonds to a maximum combined limit of 25% of its assets.</p> <p>Derivatives may be used for efficient portfolio management as well as for meeting the investment objective of the Fund.</p> <p>Target Benchmark</p> <p>The ACD and the Investment Adviser consider the Fund's Benchmark to be appropriate for measuring the Fund's performance because the iBoxx GBP Non-gilts Index represents the investment grade fixed-income market for Sterling-denominated bonds other than UK government bonds. The ACD considers that the Fund's Target Return is commensurate with the Investment Adviser's risk-managed, active management approach.</p>

Appendix: Comparison of the Sub-Funds' investment objectives and policies

Current objective and policy	Revised objective and policy
<p>Insight Investment UK Corporate Long Maturities Bond Fund</p> <p>The Fund aims to generate a return by investing principally in Sterling denominated fixed interest securities with long maturities issued by entities other than the UK Government.</p> <p>The Fund may also invest in collective investment schemes, deposits and cash and near cash, other transferable securities, money market instruments and derivatives.</p> <p>Derivatives may be used for efficient portfolio management as well as for meeting the investment objective of the Fund.</p>	<p>Insight Investment UK Corporate Long Maturities Bond Fund</p> <p>Investment Objective</p> <p>The objective of the Fund is to generate a return, comprising both income and capital growth, that exceeds the return of the iBoxx GBP Non-gilts Over 10 Years Index (the "Fund's Benchmark") by 1% per year over a rolling five year period before the deduction of tax, management charges and expenses (the "Target Return").</p> <p>Investment Policy</p> <p>In seeking to achieve its objective, the Fund will invest at least 50% of its assets directly (i.e. excluding the effect of any exposure obtained via derivatives) in Sterling denominated conventional bonds issued by entities other than the UK government. While the Fund will invest at least 50% in such instruments, typically, this could be substantially higher.</p> <p>The Fund's Benchmark is comprised of securities with maturities of over 10 years. While the Investment Adviser will have regard to the fact that the objective of the Fund is expressed by reference to the Fund's Benchmark, the Investment Adviser has a high level of discretion in the selection of investments and may invest in securities that are not included in the Fund's Benchmark.</p> <p>The balance of the Fund's assets may be invested to varying degrees in bonds other than those referred to above, loans, collective investment schemes (including those managed by the ACD or its associates), deposits, cash and near cash instruments, other transferable securities, money market instruments, repurchase agreements, reverse repurchase agreements, derivatives and forward transactions.</p> <p>The Fund may invest directly, or indirectly, in sub-investment grade bonds and contingent convertible bonds to a maximum combined limit of 25% of its assets.</p> <p>Derivatives may be used for efficient portfolio management as well as for meeting the investment objective of the Fund.</p> <p>Target Benchmark</p> <p>The ACD and the Investment Adviser consider the Fund's Benchmark to be appropriate for measuring the Fund's performance because the iBoxx GBP Non-gilts Over 10 Years Index represents the investment grade fixed-income market for Sterling-denominated bonds with long maturities other than UK government bonds. The ACD considers that the Fund's Target Return is commensurate with the Investment Adviser's risk-managed, active management approach.</p>

Appendix: Comparison of the Sub-Funds' investment objectives and policies

Current objective and policy	Revised objective and policy
<p>Insight Investment UK Government All Maturities Bond Fund</p> <p>The Fund aims to generate a return by investing principally in Sterling denominated fixed interest securities issued by the UK government.</p> <p>The Fund may also invest in collective investment schemes, deposits and cash and near cash, other transferable securities, money market instruments and derivatives.</p> <p>Derivatives may be used for efficient portfolio management as well as for meeting the investment objective of the Fund.</p>	<p>Insight Investment UK Government All Maturities Bond Fund</p> <p>Investment Objective</p> <p>The objective of the Fund is to generate a return, comprising both income and capital growth, that exceeds the return of the FTSE Actuaries UK Conventional Gilts All Stocks Index (the "Fund's Benchmark") by 0.75% per year over a rolling five year period before the deduction of tax, management charges and expenses (the "Target Return").</p> <p>Investment Policy</p> <p>In seeking to achieve its objective, the Fund will invest at least 50% of its assets directly (i.e. excluding the effect of any exposure obtained via derivatives) in Sterling denominated conventional bonds issued by the UK government. While the Fund will invest at least 50% in such instruments, typically, this could be substantially higher.</p> <p>The Fund's Benchmark is comprised of securities of all maturities. While the Investment Adviser will have regard to the fact that the objective of the Fund is expressed by reference to the Fund's Benchmark, the Investment Adviser has a high level of discretion in the selection of investments and may invest in securities that are not included in the Fund's Benchmark.</p> <p>The balance of the Fund's assets may be invested to varying degrees in bonds other than those referred to above, loans, collective investment schemes (including those managed by the ACD or its associates), deposits, cash and near cash instruments, other transferable securities, money market instruments, repurchase agreements, reverse repurchase agreements, derivatives and forward transactions.</p> <p>The Fund may invest directly, or indirectly, in sub-investment grade bonds to a maximum limit of 25% of its assets.</p> <p>Derivatives may be used for efficient portfolio management as well as for meeting the investment objective of the Fund.</p> <p>Target Benchmark</p> <p>The ACD and Investment Adviser consider the Fund's Benchmark to be appropriate for measuring the Fund's performance because the FTSE Actuaries UK Conventional Gilts All Stocks Index is one of the industry's most widely-used performance benchmarks for the UK government bond market. The ACD considers that the Fund's Target Return is commensurate with the Investment Adviser's risk-managed, active management approach.</p>

Appendix: Comparison of the Sub-Funds' investment objectives and policies

Current objective and policy	Revised objective and policy
<p>Insight Investment UK Government Long Maturities Bond Fund</p> <p>The Fund aims to generate a return by investing principally in Sterling denominated fixed interest securities with long maturities issued by the UK government.</p> <p>The Fund may also invest in collective investment schemes, deposits and cash and near cash, other transferable securities, money market instruments and derivatives.</p> <p>Derivatives may be used for efficient portfolio management as well as for meeting the investment objective of the Fund.</p>	<p>Insight Investment UK Government Long Maturities Bond Fund</p> <p>Investment Objective</p> <p>The objective of the Fund is to generate a return, comprising both income and capital growth, that exceeds the return of the FTSE Actuaries UK Conventional Gilts Over 15 Years Index (the "Fund's Benchmark") by 0.75% per year over a rolling five year period before the deduction of tax, management charges and expenses (the "Target Return").</p> <p>Investment Policy</p> <p>In seeking to achieve its objective, the Fund will invest at least 50% of its assets directly (i.e. excluding the effect of any exposure obtained via derivatives) in Sterling denominated conventional bonds issued by the UK government. While the Fund will invest at least 50% in such instruments, typically, this could be substantially higher.</p> <p>The Fund's Benchmark is comprised of securities with maturities of over 15 years. While the Investment Adviser will have regard to the fact that the objective of the Fund is expressed by reference to the Fund's Benchmark, the Investment Adviser has a high level of discretion in the selection of investments and may invest in securities that are not included in the Fund's Benchmark.</p> <p>The balance of the Fund's assets may be invested to varying degrees in bonds other than those referred to above, loans, collective investment schemes (including those managed by the ACD or its associates), deposits, cash and near cash instruments, other transferable securities, money market instruments, repurchase agreements, reverse repurchase agreements, derivatives and forward transactions.</p> <p>The Fund may invest directly, or indirectly, in sub-investment grade bonds to a maximum limit of 25% of its assets.</p> <p>Derivatives may be used for efficient portfolio management as well as for meeting the investment objective of the Fund.</p> <p>Target Benchmark</p> <p>The ACD and the Investment Adviser consider the Fund's Benchmark to be appropriate for measuring the Fund's performance because the FTSE Actuaries UK Conventional Gilts Over 15 Years Index is one of the industry's most widely-used performance benchmarks for the UK government long maturities bond market. The ACD considers that the Fund's Target Return is commensurate with the Investment Adviser's risk-managed, active management approach.</p>

Appendix: Comparison of the Sub-Funds' investment objectives and policies

Current objective and policy	Revised objective and policy
<p>Insight Investment UK Index-Linked Bond Fund</p> <p>The Fund aims to generate a return by investing principally in Sterling denominated index linked securities.</p> <p>The Fund may also invest in collective investment schemes, deposits and cash and near cash, other transferable securities, money market instruments and derivatives.</p> <p>Derivatives may be used for efficient portfolio management as well as for meeting the investment objective of the Fund.</p>	<p>Insight Investment UK Index-Linked Bond Fund</p> <p>Investment Objective</p> <p>The objective of the Fund is to generate a return, comprising both income and capital growth, that exceeds the return of the FTSE Actuaries UK Index-Linked Gilts Over 5 Years Index (the "Fund's Benchmark") by 0.75% per year over a rolling five year period before the deduction of tax, management charges and expenses (the "Target Return").</p> <p>Investment Policy</p> <p>In seeking to achieve its objective, the Fund will invest at least 50% of its assets directly (i.e. excluding the effect of any exposure obtained via derivatives) in Sterling denominated index-linked bonds issued by the UK government. While the Fund will invest at least 50% in such instruments, typically, this could be substantially higher.</p> <p>The Fund's Benchmark is comprised of securities with maturities of over 5 years. While the Investment Adviser will have regard to the fact that the objective of the Fund is expressed by reference to the Fund's Benchmark, the Investment Adviser has a high level of discretion in the selection of investments and may invest in securities that are not included in the Fund's Benchmark.</p> <p>The balance of the Fund's assets may be invested to varying degrees in bonds other than those referred to above, loans, collective investment schemes (including those managed by the ACD or one of its associates), deposits, cash and near cash instruments, other transferable securities, money market instruments, repurchase agreements, reverse repurchase agreements, derivatives and forward transactions.</p> <p>The Fund may invest directly, or indirectly, in sub-investment grade bonds to a maximum limit of 25% of its assets.</p> <p>Derivatives may be used for efficient portfolio management as well as for meeting the investment objective of the Fund.</p> <p>Target Benchmark</p> <p>The ACD and the Investment Adviser consider the Fund's Benchmark to be appropriate for measuring the Fund's performance because the FTSE Actuaries UK Index-Linked Gilts Over 5 Years Index is one of the industry's most widely-used performance benchmarks for the UK government Index-Linked bond market. The ACD considers that the Fund's Target Return is commensurate with the Investment Adviser's risk-managed, active management approach.</p>