



HIGH INCOME FUND

April 2017 Factsheet

FUND OBJECTIVE

The aim of the Fund is to seek a high income from a spread of fixed interest securities.

INVESTMENT MANAGER

Aberdeen Asset Investments Limited.

FUND PERFORMANCE

	31/03/16 to 31/03/17 (%)	31/03/15 to 31/03/16 (%)	31/03/14 to 31/03/15 (%)	31/03/13 to 31/03/14 (%)	31/03/12 to 31/03/13 (%)
Sterling (£)	9.14	-0.31	10.87	1.91	13.86

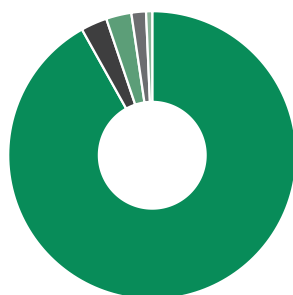
The figures show the performance growth over 5 years as discrete 12 month periods, on a mid price basis with gross income reinvested. All charges and fees, except any initial charge, have been included in the performance figures. Source: FE.

Sector is Lipper Sterling Fixed Interest.

Past performance should not be seen as an indication of future performance.

The value of investments and the income from them can go down as well as up and cannot be guaranteed. Investments in a currency other than the shareholder's own currency, or in a fund that invests in securities denominated in currencies other than its own base currency, will be subject to the movements of foreign exchange rates, which may cause an additional favourable or unfavourable change in value. Consequently, investors may, on selling their shares, receive an amount greater or less than their original investment.

SECTOR BREAKDOWN (%)



Corporate bonds	91.89
Public authorities	2.94
Government bonds	2.84
Cash	1.64
Supranational bonds	0.69

LARGEST INVESTMENTS (%)

Eastern Power Networks Plc 8.5% 2025	1.92
HSBC 6% 2040	1.62
FirstGroup plc 8.75% 2021	1.42
Bank of America 7% 2028	1.40
BG Energy Capital Plc 6.5% (F/R) 2072	1.38
Northern Powergrid (Yorkshire) plc 9.25% 2020	1.36
Citigroup Inc 6.8% 2038	1.34
Wal-Mart Stores Inc 5.25% 2035	1.29
Heathrow Funding Ltd 4.625% 2046	1.28
Southern Gas Networks PLC 4.875% 2029	1.21

MARKET OVERVIEW

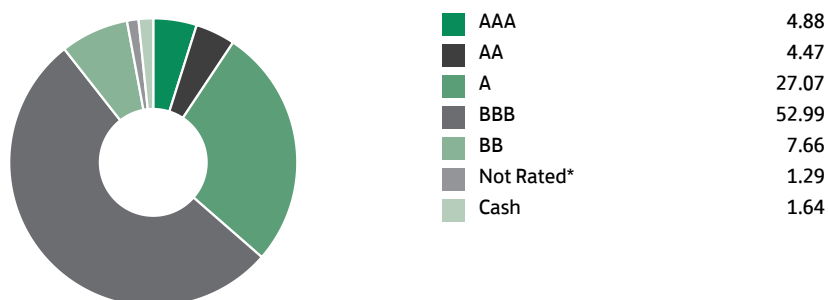
- Corporate bonds delivered positive returns in the first quarter of 2017. While central banks continued to buy bonds, the main support for the asset class came from institutional investors, and demand was sufficiently robust to soak up new issuance.

Within the investment grade credit market, financials, and bonds issued by insurers in particular, were the strongest performers. Towards the end of the review period, the euro denominated market in particular rallied strongly. This was largely attributable to improving economic data and the defeat of Geert Wilders in the Dutch election.

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BOND RATINGS (%)



Bond ratings range from AAA to D, where AAA represents the highest level of credit worthiness.

*Rating not requested by issuer or downgraded by credit rating agency.

FUTURE POLICY

Having reduced the amount of credit exposure in the Fund over the last quarter it is now only modestly overweight credit risk versus its benchmark.

Having performed well over the last 12 months corporate bonds are now trading at far from cheap levels. The likely volatility surrounding the elections this year in France, Germany and, potentially Italy as well as the economic fallout from the UK's decision to exit the European Union lead us to the conclusion that some more cautious positioning is appropriate for the time being.

We are also conscious of the need to control the merger and acquisition risks that are rising in investment grade bond markets. To that end, we have been increasing positioning in securities which do to some degree provide limitations on management control.

We continue to have an underweight duration stance in the Fund, partly to protect from higher yields but also recognising the fact that income generation in the Fund remains above mandate requirements.

Please Note: The commentary contained in this document has been derived from sources, which we consider to be reasonable and appropriate. It may also include our views and expectations, which cannot be taken as fact. The forecast of future performance is not a reliable guide to actual future results.

GENERAL INFORMATION

Value of Fund as at 31st March 2017
£278.15m

Dealing Price as at 31st March 2017
£0.8952

Estimated Yield
4.47%

Gross Redemption Yield as at 31st March 2017
2.60%

**Average Bond Maturity
Fund Duration/Benchmark**
7.45 years / 8.4 years

Distribution Dates
22nd Monthly

Ex Dividend Dates
1st business day of month

Minimum Initial Investment
£5,000 or currency equivalent

Minimum Subsequent Investment
£500 or currency equivalent

Minimum Regular Savings Investment
£100 per month

Initial Charge
4%

Annual Management Charge
0.875%

Total Holdings
190

Sedol/ISIN
0870076/GB0001094027

CONTACT DETAILS

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