US dollar Defensive

November 2019

Zurich fund information (as at 31/10/2019)

Launch date 03/03/2003
Current bid USD 2.251
Fund size(m) USD 114.46 (as at 31/10/2019)
FE sector Mixed Investment
0%-35% Shares
2l fund management charge* 1.50%
Fund currency USD
Fund manager Alex Lyle
Investment house Columbia Threadneedle Investments
Crown rating†
Risk rating**

Top ten holdings (as at 30/09/2019)
UNITED STATES TREASURY NOTE/BOND 1.625 7.4%
31/10/2023
UNITED STATES TREASURY NOTE/BOND 2.125 5.8%
15/05/2025
UNITED STATES TREASURY NOTE/BOND 2 15/01/2021 4.5%
UNITED STATES TREASURY NOTE/BOND 2.25 4.1%
15/02/2021
UNITED STATES TREASURY NOTE/BOND 1.125 3.9%
30/06/2021
UNITED STATES TREASURY NOTE/BOND 2.5 15/05/2046 3.8%
UNITED STATES TREASURY NOTE/BOND 3.625 3.8%
15/02/2044
UNITED STATES TREASURY NOTE/BOND 2.625 3.6%
UNITED STATES TREASURY NOTE/BOND 2.875 3.2%
15/08/2045
UNITED STATES TREASURY NOTE/BOND 2 15/11/2021 2.7%
Source: Columbia Threadneedle Investments

* Please note, this charge is deducted daily before calculating the unit price. This does not include any product charges. For further information on product charges, please refer to the relevant policy terms and conditions.
† FE Crown Fund Ratings is a quantitative based ratings system founded on historical performance, volatility and consistency. Funds are ranked against a relative benchmark chosen by FE with the lowest-rated funds carrying a single crown, and the highest awarded five crowns. Funds without a three-year track record are not rated. However, in some cases a rating is applied to funds whose underlying fund carries a three-year track record. FE Crown Ratings are produced solely by FE and its accuracy or completeness cannot be guaranteed.
**The risk descriptions and ratings provided are intended as a guide only and should not be relied on in isolation to make investment decisions. Risk ratings are calculated and provided by a third party and are not a recommendation by Zurich as to the suitability of a fund for investment. For more details on risk ratings please refer to our investment brochure.

Fund objective
The US dollar Defensive fund aims to provide a lower risk environment with some potential for medium to long-term growth and invests in international government and corporate debt, with a proportion invested in international equities. The risk profile of this investment choice is the lowest of the five portfolios.

Fund information
This investment choice is a portfolio internally managed by Zurich on a discretionary basis. The investment policy is overseen by Columbia Threadneedle Investments according to investment mandates set and controlled by Zurich.

Fund commentary (as at 30/09/2019)
The fund has a US bias, with a large emphasis on US Treasury bonds, which had a strong quarter. The 10-year Treasury yield fell from 2.01% to 1.66% as prices moved higher. The Federal Reserve cut US interest rates by a quarter-point in both July and September, bringing the target range down to 1.75-2.0%. The Fed pointed to the slowdown in the global economy and muted US inflationary pressures. US equities were also buoyed by the rate cuts. The biggest portfolio adjustment was to increase the exposure to US dollar bonds. We also increased the holding in emerging market bonds. In equities, we reduced positions in the US and Japan, and added to Europe and a global equity fund.

Source: Columbia Threadneedle Investments

Assets (as at 30/09/2019)
- US Bonds 73.9%
- US equities 14.8%
- Cash 3.5%
- Japanese equities 2.6%
- European equities 2.2%
- Other bonds 1.6%
- Other equities 0.9%
- UK equities 0.6%

Source: Columbia Threadneedle Investments

This factsheet is for information only and is written assuming you are familiar with investment terminology. It has been provided to help you understand how the fund is invested and performing. It should not be used for making investment decisions. Please contact your relevant financial professional for further explanation or advice if you want to know if this fund is, or remains, appropriate for you.
**US dollar Defensive**

**November 2019**

**Things you need to know**
Zurich International Life is a business name of Zurich International Life Limited.

Zurich International Life Limited is fully authorised under the Isle of Man Insurance Act 2008 and is regulated by Isle of Man Financial Services Authority which ensures that the company has sound and professional management and provision has been made to protect planholders.

For life assurance companies authorised in the Isle of Man, the Isle of Man’s Life Assurance (Compensation of Policyholders) Regulations 1991, ensure that in the event of a life assurance company being unable to meet its liabilities to its planholders, up to 90% of the liability to the protected planholder will be met.

Planholders will not be protected by the UK Financial Services Compensation Scheme.

Nothing contained in this factsheet should be intended as an offer to invest. Anyone considering investing in this fund should seek professional guidance.

This information is only a summary and may be subject to change without notice. It was obtained from what we believe to be reliable sources. Neither Zurich International Life nor any associated companies or representatives can accept responsibility for any errors or omissions.

For further information about this fund, please refer to the charts on page one.

For further details about our funds and charges, please refer to the ‘Investments—your guide’ brochure, a copy of which is available on request.

Calls may be recorded or monitored in order to offer additional security, resolve complaints and for training, administrative and quality purposes.

**Cumulative performance** (as at 31/10/2019)

<table>
<thead>
<tr>
<th>1 mth</th>
<th>3 mths</th>
<th>6 mths</th>
<th>1 year</th>
<th>3 years</th>
<th>5 years</th>
<th>10 years</th>
<th>Since inception</th>
</tr>
</thead>
<tbody>
<tr>
<td>% growth</td>
<td>0.05%</td>
<td>1.73%</td>
<td>4.67%</td>
<td>10.41%</td>
<td>10.32%</td>
<td>11.63%</td>
<td>35.65%</td>
</tr>
<tr>
<td>Sector</td>
<td>-0.02%</td>
<td>0.43%</td>
<td>2.45%</td>
<td>6.64%</td>
<td>7.97%</td>
<td>14.01%</td>
<td>40.96%</td>
</tr>
</tbody>
</table>

**3 year statistical fund data** (as at 31/10/2019)

<table>
<thead>
<tr>
<th>Monthly volatility</th>
<th>1.05%</th>
</tr>
</thead>
<tbody>
<tr>
<td>Best 3 month return</td>
<td>5.06%</td>
</tr>
<tr>
<td>Worst 3 month return</td>
<td>-2.85%</td>
</tr>
</tbody>
</table>

Source: FE, figures to 31/10/2019, bid to bid gross in USD. Past performance is not a guide to future performance.

**Discrete performance** (as at 30/09/2019)

<table>
<thead>
<tr>
<th>% growth</th>
<th>Sector</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sep 14-Sep 15</td>
<td>0.4%</td>
</tr>
<tr>
<td>Sep 15-Sep 16</td>
<td>2.8%</td>
</tr>
<tr>
<td>Sep 16-Sep 17</td>
<td>1.0%</td>
</tr>
<tr>
<td>Sep 17-Sep 18</td>
<td>0.3%</td>
</tr>
<tr>
<td>Sep 18-Sep 19</td>
<td>1.1%</td>
</tr>
</tbody>
</table>

Source: FE, figures to 30/09/2019, bid to bid gross in USD. Percentage growth figures are for discrete years, for example Sep 14-Sep 15 equals 30/09/2014 to 30/09/2015. Past performance is not a guide to future performance.

**Fund performance vs benchmark and/or sector, 5 years/since inception**

![Graph of US dollar Defensive vs benchmark and/or sector performances](image)

Source: FE as at 31/10/2019, bid to bid gross in USD. Past performance is not a guide to future performance.

Past performance is not a guide to future performance. The value of any investment and the income from it can fall as a result of market and currency fluctuations and you could get back less than the amount originally invested.

Performance figures include the deduction of the Zurich International Life (ZIL) fund management charge.