

Foresters Stakeholder (Schroders) Sustainable Future Managed Fund

Fund objective

The fund invests in the Schroders Sustainable Future Multi-Asset Fund with the aim to achieve medium to long-term capital growth, by investing in a diversified range of assets and markets worldwide which meets the investment manager's sustainability criteria. The fund has a medium-low risk profile.

Foresters Stakeholder Sustainable (Schroders) Managed 1 Fund

Fund Size: £33.9m*

Launch Date: July 2023

| Growth to 28 th March 2024 (Net of charges) | | | | | |
|--|----------------|------|------|------|------|
| | Since Launch** | Q1 | 1yrs | 3yrs | 5yrs |
| 1 | 5.9% | 2.4% | n/a | n/a | n/a |
| 1A | 6.6% | 2.6% | n/a | n/a | n/a |

Foresters Stakeholder Sustainable (Schroders) Managed 2 Fund

Fund Size: £1.2m*

Launch Date: July/September 2023

| Growth to 28 th March 2024 (Net of charges) | | | | | |
|--|----------------|------|------|------|-------|
| | Since Launch** | Q1 | 3yrs | 5yrs | 10yrs |
| 2 | 4.2% | 1.9% | n/a | n/a | n/a |
| 2A | 5.3% | 2.0% | n/a | n/a | n/a |

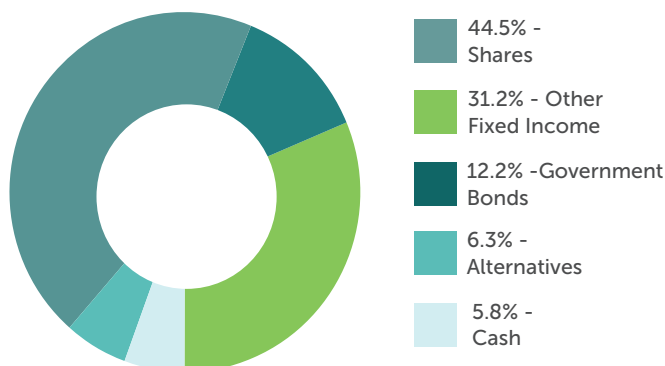
Important Note: Please remember that, with a unit-linked investment, the value of your investment may go down as well as up, and that past performance should not be seen as an indication of future performance.

* Fund sizes include the 1A and 2A funds.

**The Foresters Stakeholder Sustainable Managed 1 and 2 were launched on 11th July 2023. The Foresters Stakeholder Sustainable Managed 1A was launched on 13th July 2023. The Foresters Stakeholder Sustainable Managed 2A was launched on 14th September 2023.

Asset allocation (% of fund)

The chart below shows the latest mix of investments held within our Funds, highlighting a risk-controlled balanced approach.



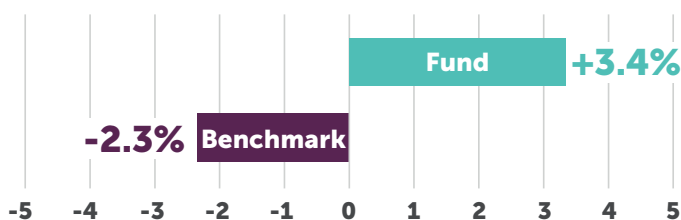
Top 5 global share holdings (% of shares by region)

Of the listed shares that we currently hold, our top 5 regional holdings are as follows:

| Countries/Regions | % of Shares |
|-----------------------------|-------------|
| 1 North America Equities | 43.9% |
| 2 Europe ex-UK Equities | 24.6% |
| 3 Japan Equities | 13.4% |
| 4 Emerging Markets Equities | 10.2% |
| 5 UK Equities | 5.2% |

Overall impact on people and the planet

The below demonstrates the effect on people and planet as calculated by Schroders in-house sustainability tool.



The comparator/benchmark shows the estimated effect on people and planet if the fund were made up of the same combination of assets (i.e., the same weight in bonds, equities, cash etc.), but invested passively.

Schroders Quarterly Review

Market/ Economic Review

- US shares delivered strong returns in the first quarter of the year. This was due to some positive earnings from businesses as well as ongoing expectations of interest rate cuts later this year. Compared to the start of the year, the pace of interest rate cuts is likely to be slower than previously thought given the strength of US economic data.
- Eurozone shares performed well with the information technology sector having the strongest returns due to the ongoing hope for demand for artificial intelligence-related technologies. Financials, consumer discretionary and industrials were also among the sectors that experienced significant gains.
- UK shares delivered positive returns with sectors such as financials, industrials and energy performing well. Investors now expect the Bank of England to lower interest rates sooner than previously thought as the latest inflation numbers were lower than what the Bank of England had predicted.
- Emerging market shares posted positive performance in the first quarter but underperformed developed markets. China's performance negatively impacted returns despite the implementation of policies designed to boost economic performance.
- Government bond yields rose across most major bond markets (meaning bond prices fell) as higher-than-expected inflation rates in the US and eurozone reduced hopes for interest rate cuts soon.
- In commodities, energy and livestock were the best performers, while agriculture and industrial metals achieved more modest growth.

Outlook

Our outlook on equities is positive. US economic data has been stronger than expected as the jobs market has remained resilient. In Europe, we have seen an improvement in business activity whilst inflation has continued to fall. We are neutral on government bonds. Whilst bond yields have increased recently, prices have not yet fallen to attractive enough levels for us to turn our view positive.

All in all, we remain focused on the US labour market as a strong labour market may mean that consumers have more spending power which could impact inflation. We believe that this is a key indicator of the extent to which the US central bank and other central banks can start to normalise interest rates.

Schroders

Schroders is a global investment manager with broad expertise across international public and private investment markets. With over 200 years of expertise, and c5,750 people based in 38 locations around the world, they use their professional expertise to make active investment choices to help customers achieve their long-term financial goals. Schroders global assets under management were £750.6bn at 31st December 2023.

Approach to sustainability

Schroders have evaluated the investments in this fund for their environmental and social impact. The fund maintains a higher overall sustainability score when compared with a bespoke comparator¹ as measured by Schroder's proprietary sustainability tool, SustainEx™². This positive impact on people and planet is achieved by investing in a diverse range of assets and markets worldwide which meet the investment manager's sustainability criteria.

¹This is a bespoke blend of MSCI World Index (hedged to GBP), MSCI Emerging Market Index (hedged to GBP), Barclays Global Aggregate Corporate Bond Index (hedged to GBP), Barclays Global High Yield excl CMBS & EMD 2% Index (hedged to GBP), ICE BofA US Treasury Index (hedged to GBP), JPM GBI Emerging Market Index - EM Local (hedged to GBP), JPM EMBI Index EM Hard Currency (hedged to GBP) and Thomson Reuters Global Convertible Bonds Index (hedged to GBP). The blend will evolve over time in line with the actual asset allocation of the fund.

²Schroders uses SustainEx™ to estimate the net social and environmental "cost" or "benefit" of an investment portfolio with regard to certain sustainability measures in comparison to a product's benchmark where relevant. It does this using third party data as well as Schroders' own estimates and assumptions and the outcome may differ from other sustainability tools and measures.