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not for use by retail investors



Canada Life
Investments

LF CANLIFE **STERLING LIQUIDITY** **FUND**



ABOUT THE FUND

The LF Canlife Sterling Liquidity Fund is designed to provide institutional investors with a high degree of capital security with daily liquidity. The managers construct a diversified money market portfolio of high quality commercial paper, certificates of deposit, floating rate notes and short dated bonds, with the aim of delivering an enhanced return relative to short-term bank deposits.

As well as Fund Manager Steve Matthews longstanding expertise in sterling bond and money markets, he is also able to utilise the Canada Life Investments Credit Research Team, which has in-depth knowledge of individual corporates and sectors, drawing on the firm's long experience in annuity management.

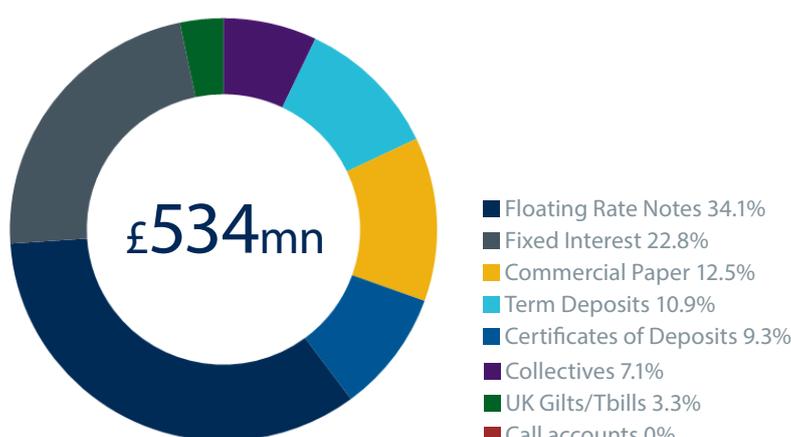
This results in a portfolio of high quality money market assets with a focus on capital preservation and sustainable returns. 100% of the portfolio will be rated between AAA and A*, with the term and size of the investments being determined by their internal rating. All counterparties are monitored and reviewed by the Credit

Research Team regularly, to provide additional oversight.

Typically, the portfolio will allocate to between 40 and 80 issuers. The Fund can also hold up to 10% in money market funds as an additional level of liquidity to support overnight deposits and short maturities.

*At the time of purchase. Credit ratings are internal and assigned by Canada Life Investments. Ratings will generally be in line with the major external rating agencies and should not be higher than the highest rating of these. Canada Life Investments will assign ratings to bonds that do not have an external rating.

Liquidity Asset Split



*As at 05/09/19

FUND PROFILE

Suitability: For UK institutional investors

Legal/Regulatory structure: OEIC/UCITS

Launch date: 30 June 2017

Sector: IA Money Market

Benchmark: SONIA

Rating: Fitch AAAf/S1

Permitted investments: Money market funds, call accounts, term deposits, certificates of deposit, commercial paper, floating rate notes, short dated bonds

Liquidity: T+1

Dealing frequency: Daily (12 noon)

OCF: 0.15% / **AMC:** 0.15%

ISIN: I Acc GBO0BYW8XV16 / I Inc GBO0BYW8XW23

SEDOL: I Acc BYW8XV1 / I Inc BYW8XW2

STOCK SELECTION

The Fund aims to invest in a variety of different securities, each of which contribute to the aims and objectives in different ways. These include:

- 1 Provide **T+1 liquidity** through overnight deposits, as well as select holdings in **money market funds**
- 2 Provide **yield** by introducing carefully selected **longer-dated assets** into the portfolio
- 3 Seek **additional yield**, over bank deposits, by adding **liquid AAA to AA** rated **government** and **covered bonds**
- 4 Helps secure **price stability** through addition of selective **Floating Rate Notes (FRNs)**
- 5 Maintain **maturity ladder** with **Certificates of Deposits** and **Commercial Paper**

MANAGEMENT TEAM

Steve Matthews
Fund Manager, Liquidity



- 23 years' experience in investment management
- Joined Canada Life Investments in 1996 and has been managing liquidity funds since 2002
- Manages £5bn short bond and liquidity mandates for a number of institutional clients, as well as life and pension money funds
- Holds the Investment Management Certificate and is a Fellow of the Chartered Institute for Securities & Investments.

Andy Head
Assistant Fund Manager



- 16 years' experience in investment management
- Joined Canada Life Investments in 2003 and transferred to the Fixed Income Team in October 2010
- Co-manages the liquidity funds and provides support for the fixed income managers
- Holds the Investment Management Certificate and is a Chartered Member of the Chartered Institute for Securities & Investments.

Source: Canada Life Investments, as at 01/09/19.

ROLL OF CREDIT RESEARCH



Rick Wisentaner
Head of Credit Research



The liquidity management team is supported by the in-house Credit Research Team.

- The liquidity management team has regular meetings with the Credit Research Team to discuss counterparties and their continued suitability.
- The Credit Research Team cover over 400 names, providing updates on sectors, results and specific events and conducting annual reviews, resulting in an internal rating that cannot be higher than the highest of the three major credit rating agencies.

- The ratings are generated by models and continually reviewed for consistency and accuracy.
- The research and management teams are located nearby, encouraging a culture of co-operation and partnership.
- Research coverage is global across the Great-West Life group, allowing us to leverage off the experience of our US and Canadian colleagues in respect of banks such as Toronto Dominion and JPMorgan.

WHY CANADA LIFE INVESTMENTS?

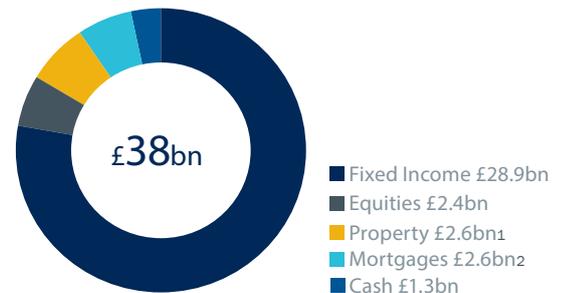
Canada Life Investments based in the city of London, manages around £38bn of assets across company shares, fixed income and property. Our parent company, Great-West Lifeco, is one of Canada's largest financial companies with over £940bn consolidated assets under administration. By being part of a much larger group, we are able to draw on a pool of expertise and resources that enable us to better serve our clients and help them to meet their objectives. At the heart of our business is a range of investment solutions designed to meet investors' needs. We offer a range of open-ended funds (OEICs) that cover UK and international shares and bonds, as well as multi-asset strategies.

Average Fund Manager tenure

18 years
in industry

10 years
with the company

Assets under management



As at 30/06/2019

¹ Includes finance leased investments secured on property

² Includes syndicated mortgages arranged for sister companies

CONTACT US

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This fund is a UCITS scheme and a standard variable net asset value (VNAV) money market fund (MMF). The MMF is not a guaranteed investment, nor does it receive external support to guarantee its liquidity. Unlike bank deposits, investment in MMFs can fluctuate and investor's capital is at risk.

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