

Aegon Adventurous Tracker (Annuity Target) (ARC)

Fund information

Fund provider	Aegon/Scottish Equitable plc
Fund launch date	27 Jan 2016
Benchmark	Composite Index
Fund charge*	0.05%
Aegon fund size	£1.50m
ABI sector	ABI Unclassified
Fund type	Pension
ISIN	GB00BYM2Y658
SEDOL	BYM2Y65
Aegon mnemonic	ZU3
CitiCode	MVMD

*This is on top of any product or adviser charge you pay and includes a fixed management fee plus expenses that vary with the day to day costs of running the fund. Expenses can include costs paid by Aegon to third parties. The fund charges may differ for Retiree (RR) or Aegon One Retirement (AOR).

About fund performance

Investors should always consider performance in relation to the objective of the fund and over periods of at least five years. If a fund has risen in value, it doesn't mean it is meeting its objective – especially if the fund is aiming to outperform a particular benchmark or meet a risk target. The same applies if the fund has fallen in value.

Our risk rating



Above-average risk

Above average risk funds typically invest in one single investment type or geographical region, for example regional equities (shares) or global bonds. This means that investors are completely exposed to the performance of that single investment type or region. These funds could experience lengthy periods where their value goes down depending on market conditions. However, these funds can also rise in value quite significantly and have historically provided good long-term growth. Because of their narrow investment focus, they're better suited to investors with at least five years to invest and to use in combination with other funds as part of a diversified portfolio.

Responsible Investment

We've committed to transitioning all our default funds, including this one, to net-zero greenhouse gas emissions by 2050. This fund will exclude or include investments based on responsible investment criteria. As investors move towards their target retirement date, the amount invested in these types of holdings will change as a part of that process. You can read more about this in the fund objective.

Fund objective

This fund is aimed at those who intend to buy an annuity (a type of guaranteed pension) on retirement. It uses a two-stage investment process. In the early years (the growth stage) it aims to grow savings over the long term by investing in an equal mix of UK and international equities (company shares). It's designed to track the markets it invests in, so performance should be similar those markets. In the six years before your target retirement year (the annuity target stage), we'll progressively move you into investments (currently long gilts and cash) with the aim of giving you more certainty about the size of annuity (pension) you'll be able to buy when you retire and to cater for your maximum tax-free cash entitlement, currently 25% of your pension pot. We review our workplace target funds regularly and may change them if we believe it's in the best interests of investors.

Fund performance

The following graph and tables show the performance of the fund over various time periods compared to the fund's benchmark (if there is one). All performance information is as at 31 Dec 2023 unless otherwise stated.

In the graph, performance is shown since launch if the fund is less than five years old.



■ Aegon Adventurous Tracker (Annuity Target) (ARC)
■ Composite Index

	1yr	3yrs	5yrs	10yrs
Fund	13.1%	9.2%	10.1%	-
Benchmark	12.8%	9.3%	10.0%	-

	Dec 22 to Dec 23	Dec 21 to Dec 22	Dec 20 to Dec 21	Dec 19 to Dec 20	Dec 18 to Dec 19
Fund	13.1%	-4.5%	20.4%	2.2%	21.6%
Benchmark	12.8%	-3.6%	20.3%	1.6%	21.2%

Composite Index: 50% FTSE All Share / 50% FTSE World ex UK

Source: FE fundinfo. The performance information has been calculated in pounds on a bid-to-bid basis and is net of charges with gross income reinvested. Performance for periods over a year is annualised (% per year). Past performance is not a reliable guide to future performance. The value of an investment can fall as well as rise and is not guaranteed. Investors could get back less than they invested.

Aegon Adventurous Tracker (Annuity Target) (ARC)

Underlying fund

Fund mgmt group

Aegon/Scottish Equitable plc

Fund manager information

This fund is an Aegon Solution. This means it is a pre-built fund Aegon have created to offer whole investment strategies in a single fund with the aim of making investing easier. We reserve the right to add, remove and replace the underlying funds within this solution with the aim of making sure the fund continues to meet its aims and objectives. Sometimes we work with external fund managers and they select and manage the underlying funds on our behalf. The additional charges/expenses may change when underlying funds are replaced, added or removed from the portfolio or when weightings between the underlying funds are changed. Please note, there's no guarantee the fund will meet its objective.

Geographic breakdown as at 31 Dec 2023



Name	Weight
UK	48.5%
North America	19.4%
USA	17.4%
Continental Europe	7.2%
Japan	3.7%
Asia Pacific ex Japan	3.7%
Total	99.9%

Top holdings as at 31 Dec 2023

Holding	%
Overseas Equity Tracker	51.5%
UK Index Tracker	32.1%
Aegon BlackRock UK Equity ESG Index	16.5%
Total	100.1%

Source of fund breakdown and holdings: Fund mgmt group

Aegon Adventurous Tracker (Annuity Target) (ARC)

Risks specific to this fund

There is no guarantee the fund will meet its objective. The value of an investment can fall as well as rise and investors could get back less than they originally invested. All funds carry a level of risk and the information below outlines the key risks for this fund.

Currency risk - this fund invests overseas so its value will go up and down in line with changes in currency exchange rates. This could be good for the fund or bad, particularly if exchange rates are volatile.

Annuity target risk - this strategy is aimed at those who want greater certainty about the size of annuity (guaranteed income) they can buy at retirement. However, by moving into long gilts and cash, you may miss out on the higher returns you might have benefited from if you'd stayed in your growth fund.

Post retirement risk (Annuity target) - if you don't buy an annuity on your retirement date, you'll remain invested 75% in long-dated bonds (government bonds only or a mix of government and corporate bonds) and 25% in cash until you tell us what you want to do. This mix isn't designed for long-term investing and returns may not keep pace with inflation, meaning the real value of your fund may fall.

Third party risk - in the event that the underlying investments which the fund invests in suspend trading, Aegon may defer trading and/or payment to investors. The value ultimately payable will depend on the amount Aegon receives or expects to receive from the underlying investments.

Lifestyle performance information - this factsheet contains information and performance for the 'Growth stage' of the lifestyle fund. The information and performance for your fund will be different if you're within the 'Retirement target / lifestyle stage', which normally starts seven years before your selected retirement date.

Benchmark disclaimer - the Aegon Adventurous Tracker (Annuity Target) (ARC) fund is/are not in any way sponsored, endorsed, sold or promoted by FTSE International Limited ("FTSE") or the London Stock Exchange Group companies ("LSEG") (together the "Licensor Parties") and none of the Licensor Parties make any claim, prediction, warranty or representation whatsoever, expressly or impliedly, either as to (i) the results to be obtained from the use of the Composite Index (the "Index") (upon which the Aegon Adventurous Tracker (Annuity Target) (ARC) fund is based), (ii) the figure at which the Index is said to stand at any particular time on any particular day or otherwise, or (iii) the suitability of the Index for the purpose to which it is being put in connection with the Aegon Adventurous Tracker (Annuity Target) (ARC) fund.

None of the Licensor Parties have provided or will provide any financial or investment advice or recommendation in relation to the Index to Scottish Equitable plc. or to its clients. The Index is calculated by FTSE or its agent. None of the Licensor Parties shall be (a) liable (whether in negligence or otherwise) to any person for any error in the Index or (b) under any obligation to advise any person of any error therein.

All rights in the Index vest in FTSE. "FTSE®" is a trade mark of LSEG and is used by FTSE under licence.

For more information on Aegon UK's net-zero transition plan for all default funds, refer to our [climate roadmap](#)

