

Outcomes

Capital Accumulation

Suitable for investors who want to build up their savings and capital. Different investors will have different time horizons, from the medium to the long term, and suitability should be assessed on the basis of each investor's individual objectives, existing investments, time horizon, and tolerance for risk. The funds listed in this Outcome Grouping have aims and investment objectives that are consistent with investors' need to grow their capital.

Income

Suitable for investors who seek investment income either in retirement - or perhaps to augment salary income, or to meet specific liabilities such as school fees. Suitability should be assessed on the basis of each investor's individual objectives, existing investments, time horizon, and tolerance for risk.

Capital Preservation

Funds in this Outcome Grouping are not appropriate for investors seeking total capital security. Rather, they are suitable for investors who wish to preserve their capital but are prepared to entertain the possibility of capital loss, particularly over the short to medium term. Over longer time periods we expect the funds to preserve capital although this is not guaranteed. Many managers of the funds within this category tend to invest with an absolute return philosophy. Suitability should be assessed on the basis of each investor's individual objectives, existing investments, time horizon, and tolerance for risk. Funds in this Outcome Grouping tend to be relatively low-risk fixed income or multi-asset funds, and/or funds that make extensive use of hedging strategies to reduce the likelihood of capital loss. Many of the funds in this Outcome Grouping employ complex derivative strategies and may be suitable only for sophisticated investors.

Inflation Protection

Suitable for investors who seek to maintain the real value of their capital and income. Suitability should be assessed on the basis of each investor's individual objectives, existing investments, time horizon, and tolerance for risk.

However, it is important to remember that the nationally recognised measures of consumer inflation - such as the Retail Price Index (RPI) and Consumer Price Index (CPI) - might not correspond with investors' own personal expenditure inflation rates. This Outcome Grouping contains funds with inflation-related objectives; typically, these funds will have explicit index-linked aims, and/or will invest in assets such as property and equities, which have the scope to retain their real value over a protracted period.