

Zurich Pensions

Fund charges and expenses



This document lists which funds are available on your ex-Allied Dunbar pension plan and the extra yearly management charges and fund expenses that apply. Please read this document with your illustration (if you have one).

These fund charges are applicable to Zurich Pensions. These pensions were sold through Allied Dunbar and are now closed to new investors. Over time we will look to refresh the fund range by adding new funds, closing or merging funds. Zurich currently takes a yearly management charge and details of this charge is set out in your plan literature. The 'Fund expense' column shows additional expenses and fees associated with managing the fund. They are based on what each fund's charges and expenses have been in the past – they're not fixed and could be more or less than this. Some funds have an extra yearly charge which is reflected in the unit price.

To find out which funds are available under your product you will need your plan number. The product code forms part of your plan number. For more information about the funds and their objectives you can find the Zurich pensions fund factsheets by going to www.zurich.co.uk/fundchoice. If you wish to change your fund choice for future payments or switch your existing investments to a new fund(s), you can download a fund switch form by going to www.zurich.co.uk/fundchoice. If you do not have internet access you can get a copy of the switch form from your financial adviser or from us.

Fund name	Product codes																	Fund expense %	Extra yearly charge %	
	AK	CK	CKA	BC	BD	BE	BEA	BG	BH	DK	DKA	DL	VA	VB	PB	RPE	RPP			RPF
Threadneedle funds																				
American Equity AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.11	0.00
American Select AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.15	0.00
Balanced Managed AP																	✓	✓	0.06	0.00
Cautious Managed AP																	✓	✓	0.18	0.00
Defensive AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.31	0.00
Defensive AP																	✓	✓	0.17	0.00
Defensive Equity & Bond AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.31	0.00
Defensive Equity & Bond AP																	✓	✓	0.15	0.00
Equity AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.12	0.00
Equity & Bond AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.31	0.00
Equity & Bond AP																	✓	✓	0.15	0.00
European AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.12	0.00
European Equity AP																	✓	✓	0.05	0.00
European Select AP																	✓	✓	0.05	0.00
Far East AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.13	0.00
Far East Equity AP																	✓	✓	0.06	0.00
Fixed Interest AP																	✓	✓	0.00	0.00
Fixed Interest Deposit AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.04	0.00
Gilt AP																	✓	✓	0.20	0.00
Gilt & Fixed Interest AP																	✓	✓	0.00	0.00
Gilt Edged AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.11	0.00
Global Bond AP																	✓	✓	0.06	0.00
Global Equity AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.32	0.00
Global Equity AP																	✓	✓	0.20	0.00
Global Equity & Bond AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.31	0.00
Global Equity & Bond AP																	✓	✓	0.18	0.00
Guaranteed (97.5%) Equity Average AP																	✓		0.00	0.00
Guaranteed (100%) Equity Average AP																	✓		0.00	0.00
Guaranteed (97.5%) Equity Spot AP																	✓		0.00	0.00
Guaranteed (100%) Equity Spot AP																	✓		0.00	0.00
Managed AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.11	0.00
North American Equity AP																	✓	✓	0.05	0.00
Property AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓		✓	✓	0.29	0.00
UK Corporate Bond AP																	✓	✓	0.05	0.00
UK Equity AP																	✓	✓	0.05	0.00

Fund name	Product codes																Fund expense %	Extra yearly charge %		
	AK	CK	CKA	BC	BD	BE	BEA	BG	BH	DK	DKA	DL	VA	VB	PB	RPE			RPP	RPF
Other funds																				
7IM AAP Adventurous AP ^{1,2}				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.18	0.65
7IM AAP Balanced AP ^{1,2}				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.11	0.65
7IM AAP Moderately Adventurous AP ^{1,2}				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.12	0.65
7IM AAP Moderately Cautious AP ^{1,2}				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.15	0.65
7IM Adventurous AP ¹				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.61	0.50
7IM Balanced AP ¹				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.50	0.50
7IM Moderately Adventurous AP ¹				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.53	0.50
7IM Moderately Cautious AP ¹				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.40	0.50
Allianz RCM BRIC Stars AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.18	0.85
AXA Framlington Equity Income AP																✓	✓	✓	0.09	0.75
Baring Equity AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.10	1.00
Baring European AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.10	1.00
Baring Far East AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.32	1.15
Baring US Equity AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.55	0.75
BlackRock Balanced Growth Portfolio AP																✓	✓	✓	0.16	0.50
BlackRock Gold & General AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.19	0.88
BlackRock UK Corporate Bond AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.03	0.15
BlackRock UK Equity Index AP																✓	✓	✓	0.03	0.20
Deutsche Managed Sterling AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.00	0.10
Fidelity American Special Situations AP																✓	✓	✓	0.21	0.90
Fidelity Managed AP																✓	✓	✓	0.29	0.99
First State Asia Pacific Leaders AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.07	0.75
GLG Japan CoreAlpha AP																✓	✓	✓	0.16	0.85
GLG Japan CoreAlpha AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.16	0.75
Henderson European Selected Opportunities AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.17	0.75
Henderson Industries of the Future AP																✓	✓	✓	0.20	0.75
Henderson Preference & Bond AP																✓	✓	✓	0.14	0.57
Henderson Strategic Bond AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.20	0.57
HSBC Active Index AP																✓	✓	✓	0.17	0.46
HSBC Equity AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.15	0.75
HSBC European AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.22	0.75
HSBC Far East AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.15	0.57
HSBC Gilt & Fixed Interest AP																✓	✓	✓	0.14	0.50
HSBC UK Growth & Income AP																✓	✓	✓	0.14	0.75
HSBC US Equity AP	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓				0.03	0.25
Invesco Bond AP																✓	✓	✓	0.19	0.50
Invesco Perpetual Corporate Bond AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.19	0.65
Invesco Perpetual Income AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.18	0.70
Invesco Perpetual Managed AP																✓	✓	✓	0.18	0.90
JPM Global AP																✓	✓	✓	0.17	0.75
JPM Global (Ex-UK) Bond AP																✓	✓	✓	0.18	0.38
JPM Natural Resources AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.17	0.75
JPM Select Managed AP																✓	✓	✓	0.02	0.65
JPM Sterling Corporate Bond AP																✓	✓	✓	0.18	0.50
JPM UK Dynamic AP																✓	✓	✓	0.17	0.75
Kames Ethical Equity AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.08	0.75
M&G Corporate Bond AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.16	0.50
M&G Gilt & Fixed Interest Income AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.16	0.60
M&G Global Basics AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.18	0.72
M&G Recovery AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.15	0.72
Newton Managed AP																✓	✓	✓	0.12	0.50

Fund name	Product codes															Fund expense %	Extra yearly charge %			
	AK	CK	CKA	BC	BD	BE	BEA	BG	BH	DK	DKA	DL	VA	VB	PB			RPE	RPP	RPF
Omnis Advanced AP ⁴																✓	✓	✓	0.41	1.00
Omnis Balanced AP ⁴																✓	✓	✓	0.39	1.00
Omnis Cautious AP ⁴																✓	✓	✓	0.34	1.00
Omnis Distribution AP ⁴																✓	✓	✓	0.15	1.00
Omnis (Threadneedle) Advanced AP ⁴																✓	✓	✓	0.10	0.75
Omnis (Threadneedle) Balanced AP ⁴																✓	✓	✓	0.07	0.75
Omnis (Threadneedle) Cautious AP ⁴																✓	✓	✓	0.03	0.75
Schroder Gilt & Fixed Interest AP																✓	✓	✓	0.06	0.45
Schroder Managed Balanced AP															✓	✓	✓	✓	0.49	0.50
Schroder Tokyo AP																✓	✓	✓	0.17	0.75
Schroder UK Alpha Plus AP				✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	0.17	0.75
Schroder UK Smaller Companies AP																✓	✓	✓	0.17	0.75
Multimanaged funds																				
Multimanager Defensive Equity & Bond AP ³																✓	✓	✓	0.62	0.00
Multimanager Equity & Bond AP ³																✓	✓	✓	0.73	0.00
Multimanager Global Equity AP ³																✓	✓	✓	0.78	0.00
Multimanager Global Equity & Bond AP ³																✓	✓	✓	0.77	0.00

All of the funds listed above are Zurich funds and the fund name should be pre-fixed with Zurich – we do not show this for ease of reading.

- ¹ Allied Zurich Holdings Limited (a member of the Zurich Financial Services Group) has a shareholding in 7IM and may therefore benefit from investments in 7IM funds.
- ² For investments in 7IM AAP funds, 7IM may make additional payments, based on the value of the holdings in these funds, to certain financial adviser firms. Any additional payments will be paid from 7IM's management charge and are included in the fund charges disclosed to you. Your adviser will have informed you if this arrangement applies to your investment.
- ³ Zurich Assurance Ltd, taking into account advice from 7IM, decides which funds this fund invests in. The cost of this advice is included in the fund charges disclosed to you and is not an additional charge. Allied Zurich Holdings Limited (a member of the Zurich Financial Services Group) has a shareholding in 7IM and may therefore benefit from 7IM's involvement in this fund.
- ⁴ The Omnis and Omnis (Threadneedle) funds are managed by Octopus Investments Limited, and Threadneedle Asset Management Limited respectively, in accordance with the investment objectives of the funds. The investment objectives and risk profiles of the funds have been set in conjunction with the fund sponsor, Omnis Investment Ltd. As sponsor, Omnis Investments Ltd receives payment out of the fund charges. Omnis Investment Ltd is part of the Openwork Group (which is part of the Zurich Financial Services Group). The Openwork Group includes Openwork Limited, a network of financial advisers. Therefore, both Openwork and Zurich may benefit financially from these payments. The amount of these payments is included in the fund charges disclosed to you and is not an additional charge.

Things you need to know

We provide the plan and make investment funds available to plan members. However, we are not a fund manager and we are not responsible for investing your money or for the underlying fund management. Instead, we delegate this responsibility to a number of specialist fund managers.

All investment funds carry an element of risk – stock markets can change quickly – the success of individual companies can reverse dramatically. Below we outline some of key relevant generic risks which may affect your investment:

- Over time, a fund that invests mostly in shares is likely to offer greater potential for higher returns than a fund investing in cash deposits, but with it comes greater fluctuations in value. A fund with a high proportion of fixed-interest securities is more likely to produce lower returns with more stability.
- Certain funds, typically investing in fixed-interest securities, tend to be more suited for a shorter-term investment or as part of a personalised portfolio designed to achieve an overall balance of risk and potential return. Investing solely in these funds for the longer term may result in a lower return than a bank or building society savings account.
- Some funds make use of derivatives to achieve an overall risk profile. A derivative is an asset issued by financial institutions and its value is usually linked to another asset or index. When the derivative matures, the financial institution pays out an agreed value. Ultimately, though, if the financial institution is not able to meet its obligations, the derivative may be worthless and the fund's value will reduce as a result.
- If you invest in a fund that is part of an Open Ended Investment Company (OEIC) or Investment Company with Variable Capital (ICVC), in the exceptional event of another fund within that structure being unable to meet its liabilities, those liabilities may be allocated to the fund you are invested in, reducing its value.
- The rate of income on fixed-interest securities such as corporate bonds and governments bonds won't increase in line with inflation unless they are index-linked. So, over time, the real value of the income they produce is likely to fall. The value of these investments is affected by interest rate changes and is likely to fall if long-term interest rates rise.
- Specific risks that may adversely affect the value of investments within a fund include exchange rate fluctuations and dealing in relatively less mature markets, such as Eastern Europe, some areas of the Far East, central and South America.
- If you choose a fund that invests in overseas assets, changes in exchange rates between currencies may also cause the value of your investment to fall or rise.
- Funds which specialise or concentrate their investment in specific regions, sectors (such as smaller companies or emerging markets) or in a smaller number of shares can result in greater fluctuations in value. Funds that invest in a wider range of sectors or shares are likely to carry less risk.
- Property funds are normally valued by taking into account the views of an independent valuer, general market conditions for commercial property, and the value received for recent property sales. At times the value of your investments in these funds could fall quite sharply. In more uncertain market conditions we may need to delay your transaction in these funds by up to 12 months. We will do this if we (or the fund manager) believe it is necessary to sell properties before carrying out your transaction.
- High yield bond funds tend to invest in high yielding corporate bonds, which are generally higher risk investments than government bonds or lower yielding corporate bonds.
- Funds that specialise in gold-mining shares tend not to follow stock market movements.
- Funds investing in the shares of smaller companies, in a concentrated portfolio of shares, or in a less mature market (such as Eastern Europe, some areas of the Far East, Central and South America) carry more investment risk
- In some less developed stock markets there are risks from political, economic and markets factors which could cause a large increase in currency and fund price risk.
- Some fund managers may take their yearly management charge from capital rather than income. This results in a higher income but lower capital growth.

We've based this information on our current understanding of law and practice. We make every effort to ensure this information is helpful, accurate and correct, but it may change or may not apply to your personal circumstances.

Before taking any action you should always check with your adviser, as we cannot accept responsibility for any action taken based on this information alone.

Zurich Assurance Ltd.

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We may record or monitor calls to improve our service.

